# THE INDEPENDENT

**INSIDE TODAY** 

Deborah Ross: On the town with a Lottery winner INTERVIEW PAGE 13

Royal Opera: Two tickets for the price of one EYE PAGE 4 TOKEN COLLECT

Something for the dominatrix STYLE PAGE 12

#### TODAY'S NEWS

#### Japan acts to prevent economic meltdown

The Japanese authorities were last night racing against time to bail out customers of Yamaichi Securities and prevent the country's biggest financial failure since the ond World War triggering further banking collaps and a global meltdown in stock markets. The company has collapsed with debts of \$24bn amid suspicions that \$1 bn of losses were concealed in the Cayman Isalnds. Meanwhile, leaders of Asia Pacific countries meeting in Vancouver agreed a \$1.5 trillion trade liberalisation deal designed to restore confidence in the region's faltering economies. Reports, page 18

#### **Hutchence** mystery

A post-mortem examination today should shed some light on the death of INXS leader singer Michael Hutchence. Did sex, drugs or the pressures of rock and roll end the life of Australia's "wild man" of music? Paula Yates, no stranger to outrage, is incensed by suggestions that Mr Hutchence dled during and auto-erotic sex game involving self-asphyxiation. Pages 3, 15

#### Museum charges

Museum charges look increasingly likely after Chris Smith, the culture secretary, failed to win an increase in tourist taxes to subsidise free entry. The extra £5 charge for each visiting holidaymaker would have raised and extra £400m. The Government announces the results of a review on charging early next month. The odds are it will leave it to trustees of individual galleries and museums. Page 3

#### Muslims seek one voice

Around 250 Muslim organisations met in London yesterday to launch the first umbrella organisation to represent Muslims in this country. The Muslim Council of Britain, hopes to combat Islamophobia. But it has got off to a rocky start. Before the delegates had sat down, doubts were being expressed about whether a single, secular organisation could represent the broad diversity of Britain's Muslim men and women. Page 4

### New World, Miss World

After years of wandering the globe, pursued by increasingly militant critics, Miss World hopes to find a permanent berth in the Seychelle islands. Security in the Indian Ocean will come at a price, however, for the islands' president wants big changes to the contest's outdated image. Page !!



TELEVISION The Eye, page 12 CROSSWORDS Page 20 and the Eye, page 9 WEATHER The Eye, page 10

## Paradise islands: will the world act to save them?



Majuro Atoll, the principal Marshall island, in the Pacific, 80 per cent of which would be covered by a metre rise in sea level

The most important environmental talks ever held begin in Japan next week. Nicholas Schoon, Environment '... Correspondent, explains that the very existence of some of the world's smallest nations is at stake.

A rise of half a metre in sea levels over the next 100 years may not sound very much. But, when your country's land is less than two metres above sea level, it matters a great deal.

That is why the tiny, scattered, coral atoll nations of the globe will be watching next week's United Nations climate treaty anxiety. If leaders of the dees, the islands are likely to become uninhabitable within a couple of generations.

When Australia last week finally declared its negotiating position, that its emissions of climate-changing greenhouse gases must be allowed to rise by 18 per cent between 1990 and 2010, the atolls' diplomats: and leaders felt particular as several kilometres, but they

for destroying our future," Espen Ronnberg, the Marshall Islands ambassador to the UN, talks in Kyoto with particular told The Independent this weekend. "This outrageous position they have signed."

The atolls are the coral-reef encrusted remains of sinking, mid-ocean volcanoes. They are specks on the map which, with larger scale charts, appear as tiny islets forming a circle round a shallow lagoon, like a necklace.

The islands may be as long

gloom. "Thank you, Australia, are, at most, a few hundred meing tourist trade. The Marshall tres wide. They consist of coral rubble and sand, croded from the surrounding reefs and piled up a couple of metres above sea The scientific consensus is level by storms and waves. veloped nations do not agree is completely contrary to what Collections of the atolls are ness as usual", hurning more the Association of Small Island

> the Pacific, and the Maldives in the Indian Ocean. Being flat, sandy and covered in coconut palms, they may look a little like cartoon desert islands, hut they certainly are not deserted. More than a quarter of a million peo-

ple live on the Maldives, with

the number boosted by a grow-

Islands have a population of 54,000, growing by more than 3 per cent each year.

that, if we continue with "busito begin curbing their rising nations are committed to un- bunched together into tiny na- and more gas, oil and coal, sea States, and Samoa's ambas-Islands, Kiribati and Tuvalu in in the next century. The maximum likely increase is one metre by 2100.

While none of the atolls' larger, inhabited islands may disappear entirely beneath the waves, they are expected to lose much of their land. It has been estimated that a metre rise in sea level would drown 80 per cent of Majuro, the main, cap-

lands. But, before that happens, something just as crucial as dry

land - drinking water. Neroni Slade, chairman of be dealing with small numbers of people compared to other nanons' populations, but we're talking about something larger.

"We're talking about whole cultures and languages disappearing. These are sovereign states, as unique as any other collection of buman beings."

Kyoto summit, page 7 Leading article, page 14

## Food lobby jeopardises drive for healthy eating

Work on setting up Food Standards Agency, to give the consumer vital information on healthy eating, has been halted after an intervention from Peter Mandelson: Our Political Editor reveals that in the wake of the tobacco and Formula One row, another powerful lobby is putting heat on the Government

A vicious battle is being fought over the Food Standards Agency, an independent body that could yet become the toughest consumer watchdog in Europe.

The powerful food industry lobby, backed by giants like Cadbury Schweppes and Tate & Lyle, is locked in combat with food scientists and the Consumers' Association over plans to give the new agency power to develop policy and legislation on the nutritional quality of diet.

The White Paper setting up the agency, due to be published shortly, has been delayed after Peter Mandelson, minister without portfolio, wrote to ministers questioning the extent of the agency's powers over nutrition. That is precisely the objection raised by food manufacturers who fear that the agency could, for instance, press for big reductions in the amount of sugar and sait in food.

A No 10 spokesman said last night: "There is no compromise on putting the consumer first. What there must be is clarity." Food scientists believe that bad diet is

the single most important health problem facing the country. It is estimated that more his nose", "sticks his oar", and "chucks his than a quarter of all cancers are caused by poor diet, and that heart disease is a massive diet-related problem - even without the effect of smoking. The need for the

Food Standards Agency to tackle diet and nutrition was a key proposal put to the Prime Minister by Professor Philip James, an eminent food scientist. Tony Blair asked the professor for draft proposals when in Oppositinn; these were delivered

within days of Labour's election in May. The food industry has since been working to water down the professor's proposals for nutrition - which would hit profits. But in spite of the lobbying - backed by donations to the Labour Party, including cash from Tate & Lyle - ministers stood firm, and a draft of the White Paper was ready for Cabinet committee endorsement

At that point, however, two things happened. No 10 circulated a protest let-

#### BY ANTHONY **BEVINS**

ter from Sir Dominic Cadbury, of Cadbury Schweppes, and Mr Mandelson sent a letter to colleagues in the Department of Health and the Ministry of Agriculture.

In spite of the fact that Mr Mandelson had been a member of the ministerial committee that had helped draft the White Paper, he belatedly questioned the role of nutrinon in the remit of the agency - and

brought all proceedings to a grinding halt. Ministers across Whitehall have told The Independent that Mr Mandelson is, in fact, the minister for all portfolios - he "pokes spanner" into anything and everything. Because he bas Mr Blair's ear, it is also feared he speaks for the Prime Minister.

Ministers were particularly struck by the

similarity between Mr Mandelson's argument and that of the food manufacturers; that nutrition would be a diversion from the agency's central role of ensuring food safety from plough to plate.

Whitehall panic was illustrated when Tessa Jowell, the public health minister, made a London speech earlier this month and her circulated text mistakenly included a civil service note that warned: "In view of the correspondence with Nn 10 and Mr Mandelson, M(PH) [the minister for public health] may wish to be circumspect in general references to nutrition."

Alarms bells were already ringing throughout Whitehall that the White Paper had been "got at", and on 6 November Sheila McKechnie, head of the Consumers' Association, wrote to Mr Blair in an attempt to reinforce his commitment to Professor James. She told The Independent yesterday: "Because of my concern that the food manufacturers had referred their case direct to Downing Street, I wrote to the Prime Minister setting out the Consumers' Association arguments as to wby nutrition should be included in the FSA remit. There is no doubt that if the FSA does not deal with nutrition, it will not have the confidence of consumers."

A source close to Mr Mandelson yesterday denied that he had come under any pressure from the food industry, and said that the minister had "absolutely no knowledge whatsoever" of the industry's views.

He then added a remark that will reinforce the fears of Professor James's allies and supporters, saying: "However, it wouldn't actually take a representation from anyone in the industry to see how the proposals could be improved ... it isn't a matter of watering it down; it's a matter, if anything, of strengthening the safety remit of the agency." That is precisely what the food industry has been arguing.

## Your first

3 months' copies.

You run them off,

## we write

them off Start counting from one to one second thoughts don't, it'll take you agas. Just buy any naw black and white Canon office copier now and enjoy 3 months' without service charges, comprising all maintenance, black toner and call-out fees. Which can equate to a massive 150,000 free copies. We think our write off offer is right on. Contact your authorised Canon suppliar, or Just call 0500 801 801.

CANON CAN.

Based on Canon (UK) Limited average monthly voluma usage Offer ends 31.12.97.

Canon

## 2/BRIEFING

## **X** COLUMN ONE

### Taxing times for Charles and the princes

Once again the Royal Family finds itself caught between several rocks and a hard, if ermine-lined, place.

The death of Diana, Princess of Wales, leaves her sons facing an inheritance of lotteryesque proportions and a tax bill to match. But the Prince of Wales has ruled out using a legal device which would have saved mil-

lions for the young princes - albeit at the taxpayers' expense.

At the same time, the Windsors face losing one of their royal homes. The matter under debate, royal sources claim, is whether Kensington Palace or Buckingham Palace (gift shop pictured) should be turned into a "people's palace" - a memorial to the Princess of Wales and a new home for the royal art collection.

The question of Diana's inheritance has already taxed the finest legal minds. Before her £17m divorce settlement in 1996, which was invested to make £3m in a year, Diana was worth £1m. The total value of her estate when she died was around £21m.

With inheritance tax at 40 per cent, the Exchequer will claim £8.4m for public funds despite a legal precedent which could have benefited the young princes. Charles, acting for his sons, could make a so-called "Barder" application, under which he would have asked the court to allow him to re-



That money would then have been put into a trust for Prince William, 15, and 13-year-old Prince Harry.

In the 1987 legal precedent of Barder v Barder, a divorce settlement was overturned in the courts following the death of a former wife barely a month after the settlement was agreed.

But a spokeswoman for Prince Charles said: "There will be no Barder application. We are keen that all tax dealings should be seen as straightforward and that there should be no question of the Royal Family receiving preferential treatment."

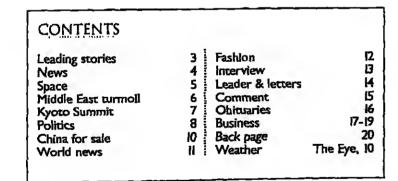
There have been suggestions that Princess Alice, 96, and Princess Margaret, who live at Kensington Palace, would move out of Diana's former home. Buckingham Palace said yesterday there were "no short-term plans" to create a "people's palace" in Diana's memory or to turn the palace into a new home for the royal art collection.

However, senior royal sources indicate that the Windsors are resigned to the inevitability of losing at least one house. No formal decisions have been made yet, and are unlikely notil the New Year. But privately, some believe that this is the role which Kensington Palace will have.

The main reason for this is apparently Prince Charles' wish to have "as little as possible" to do with the place since the death of Diana. He is said to feel it only holds sad memories for William and Harry

Yet royal sources maintain that the younger royals prefer the more informal Kensington Palace to Buckingham Palace.

Some advisers also feel that Buckingham Palace would be a much more lucrative revenue earner than Kensington Palace, particularly among tourists in whose minds Buck House is synonymous with British royalty.



### **PEOPLE**



Wealth of knowledge: Playwright Harold Pinter selects a book in the Humanities reading room which opens today at the new British Library in St Pancras, London Photograph: Andrew Buurman

#### Old favourites line up for BBC festivities

The BBC's Christmas drama schedule will be spearheaded this year by an adaptation of Wilkie Collins's The Woman In White, starting Tara Fitzgerald (pictured) and Ian Richardson, and Maureen Lipman in Jack Roseuthal's Cold Enough for Snow.

The corporation hopes to attract large audiences with specials of comedy favourites such as Men Behaving Badly. One Foot in the Grave, and Birds of a Feather. But Del Boy and Rodney will

be missing from screens this year. A record 24.35 millioo people tuned in to last year's two-part Only Fools and Horses Christmas special - in which the Peckham boys ended up by making their fortune and moving out of their

south London stamping ground. It was the said to be the last time David Jason and Nicholas Lyndhurst were appearing in the comedy favourite - although fans have been keeping their fingers crossed that it could come back.



"We are oot expecting a new show and John Sullivan has not written a new script."

The Christmas schedule, which was not yet complete, would offer "a traditional mix of comedy and drama - with the emphasis on laughter", he said.

stones. Other favourites will include Dawn French in The Vicar of Dibley, and Harry Enfield and Chums. Mrs Merton will have some spe-

cial guests on her show, and outrageous drag star Lily Savage will present a special edition of Blankety Blank. Noel Edmonds will be on safari

to Keoya for Noel's Christmas Presents and there will be a special Shooting Stars. Rolf Harris will present Christmas Animal Hospi-

Angus Deayton will have some more surprising footage of famous faces before they hit the big time - and will also present The End of the Year Show oo New Year's

Beatles producer Sir George Martin will present the Rhythm of Life, featuring Sir Paul McCartney and Noel Gallagher.

BBC2 will offer a season of Christmas films on BBC will be James Stewart films, including the Oscar-winning Forrest Gump, Mr Smith Goes to Washington, and

#### Impoverished film directors aim high for help

Students whose film career hopes sent urgent pleas for help to Rea hinge on a movie-making venture and Leigh. They decided to try have turned to singer/musician Chris Rea and Oscar-winning film director Mike Leigh in an attempt to overcome a potentially crippling blow.

Four film-makers at the Surrey Institute of Art and Design have a area. crew and actors ready to start shooting their own mini epic, More Than One Use for a Stilctio.

But after losing their main financial backer due to the Hong Kong stock market crash they have production cost.

Rea because he is from Teesside, the location for their venture, and recently launched his own first film, La Passione, while Leigh's latest movie Cureer Girls was partly shot at Hartlepool, also in the

The group's spokesperson, Debbie Herbert, 22, said they had lost the cash earmarked for food and lodging for the actors and crew, a major part of their £5,000

"We need £1.600 and if the worst comes to the worst we will use money allocated for the later

They made savings by recruiting local actors prepared to work for just expenses and were preparing to launch the operation at the weekend despite the setback.

The film is about three girls on a night out in Hartlepool. The film-makers hoped it would be good enough to make a mark at Cannes and other film festivals and for a Channel 4 screening.

### UPDATE

#### Secret pork pie eaters unmasked

Middle-aged men are telling porkies to their wives about their secret pieeating habits. They have been identified as responsible for scoffing millions of pork pies every year - but behind their wives' backs.

Tesco launched an investigation into who was eating their pies after the supermarket chain realised although it sold millions, no one admitted eat-

Spokeswoman Vicky Carnell said: "Pork pies have become the forbiddeo fruit of the Nincties. "Wives try to control the number of pork pies their husbands eat because they think they aren't healthy.

"But the men strike back, sneaking into Tesco on their own to stock up, and even going to the lengths of hiding the pies or their wrappers." She said the closet pie eaters claimed they had to have a weekly fix. Rather than risk an argument, they simply buy the pies and don't tell anyone.



#### **EMPLOYMENT**

#### Christmas just another working day

More people than ever are working throughout the Christmas period as business responds to the 24-hour society and shops stay open later, re-

search published yesterday found. One in five of the 375 workers questioned in a survey by recruitment specialists Reed Personnel Services said their firm was taking a shorter break or no break at all this Christmas. In many organisations the Christmas break has disappeared altogether, especially in the retail and cater-

"Over the last 10 years it has become more expected to have to work over Christmas," said one respondent.

Another said people were more ready to work over Christmas, to give them more flexibility with holiday allowances. Some workers escape abroad to escape the extended work and shopping spree caused by Christmas, Others said they deserved a longer break over Christmas because they

worked so hard during the rest of the year.

#### **ECONOMY**

#### Growth in credit card use slows

Growth in spending using plastic slowed last month, figures revealed yesterday. While debit and credit card spending in October was 16 per cent up on an annual basis, at the same stage last year it was growing at almost double that rate, according to the Credit Card Research Group (CCRG). The group said one reason for the slower growth rate is that the debit

card market is approaching maturity. The decline has been sharpest for debit cards. And this year there is no sign of the seasonal spending boom. ector of the C of England's efforts to rein back the economy are beginning to bite, although it is too early to assess the full extent of the slowdown."

TOURIST RATES			
Australia (dollars)	2.35	Italy (lira)	2,813
Austria (schillings)	20.07	Japan (yen)	210.32
Belgium (francs)	59.00	Malta (lira)	0.62
Canada (\$)	2.33	Netherlands (guilders	3.21
Cyprus (pounds)	0.83	Norway (kroner)	11.69
Denmark (kroner)	10.94	Portugal (escudos)	290.35
France (francs)	9.55	Spain (pesetas)	240.59
Germany (marks)	2.86	Sweden (kroner)	12.53
Greece (drachmei)	456.06	Switzerland (francs)	2.32
Hong Kong (\$)	12.66	Turkey (lira)	311,078
Ireland (punts)	1.09	USA (\$)	1.64
		*	Source: Thomas Cook

ZITS

by Jerry Scott & Jim Borgman

7.30 FOR 8

by Chris Priestley









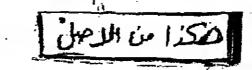








**SWIFTCALL** SAVE MONEY ON YOUR INTERNATIONAL PHONE CALLS WITH SWIFTCALL 0800 769 0066 CALLING CAROS: FOR INCREDIBLE SAVINGS OF UP TO 70% ON BT'S PAYPHONE RATES, CONTACT YOUR LOCAL NEWSAGENT. DISTRIBUTORS URGENTLY REQUIRED. FOR DETAILS FREEPHONE 0800 769 017: Call us today free on 0800 769 0066 Calls to Swiftcall B.T. SAVE for details on fantastic savings to hundreds of other destinations and **59**% Australia 49p hew to open your pre-paid account. 50p **58**% India ٧s £1.20 **20**p 74% Japan ۷s 77p 8p 67% USA Vs



-2-1-6-

**"Iseums** 

Treasu

777-15- ... 15 T 31 \*\*

7: 1-2-4

وجرو ويزواه ويهيؤا

- Mas Esty.

ten (22 ng

POR FOR

S 12 17 1

Mortem will be ant today on the of Michael ance. Although by the apparent his lover Paula

a is outraged by

that he died

IN TOMORROW'

**New phone** threat to Net users **NETWORK+** 

rs umasked

USE SOW



Wallace and Gromit live. On stage! THE EYE



Ruthie Henshall: Chicago has made me feel sexy **REVELATIONS** 

## Magazine Woman: Sex-obsessed and irresponsible

Women's magazines are a moral vacuum where women are portrayed as sex-obsessed, selfish and superficial according to a report out today. Paul McCann. Media Correspondent, finds a traditionalist agenda behind the

If you are a woman and read magazines do you recognise yourself in this description: Today's British woman has no children, no cares, and no responsibilities. Her life is a round of indulgences, and indulgences of a distinctly tawdry kind. She rarely thinks, and when she does it is about sex. In pursuit of sex and other whims she is happy to desert a faithful and loving husband. Increasingly she enjoys drunken pranks once associated with adolescent boys. She calls this 'Girl Power'."

This is not a tract from a womanhating, Victorian puritanical sect. It is description of "Magazine Woman" by a right-wing think tank. Magazine Woman is an amalgam of all that is worst about modern magazines,

The Social Affairs Unit, an offshoot of the Institute of Economic Affairs, set 12 right-wing academics and journalists to reading a range of women's magazines from Cosmopolitan to the Lady. The group of six men and six women included Janet Daley a regular on Radio 4's Moral Maze, the journalist Anne Applebaum, the political science don Professor Kenneth Minogue, and Digby Anderson, the unit's director. They didn't like what they read.

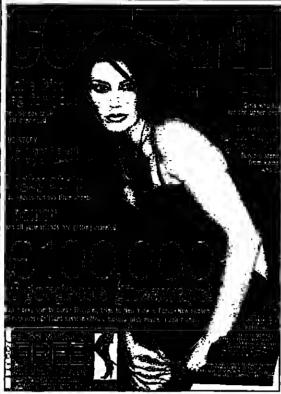
"At diet of horrors, mixed with halfwitted trivialisation of sexual matters... distorts our moral landscape, twisting it away from reality," according to one.

Like the magazines it criticises, the report gets agitated about sex: "Magazine Woman exhibits a predatory and aggressive attitude in her search for sexual conquest... there is a coarseness, savagery and voyeurism in the monotonously sexual language." The report is shocked to discover: "Men, for Magazine Woman, seem to be nothing but sex objects, to be alternately hankered after, desired, scorned or

Worse still, magazines are having a bad effect on women's cooking skills: the short cut to the bedroom is, for example, mirrored by the short cuts in the kitchen. Here a preoccupation is with saving time and effort, even if the effort would be minimal and the time a matter of seconds. This dish is "quick", this one "easy". Unbelievably "Magazine Woman cooks largely for her own gratification, thinking little of those upon whom she inflicts her food. She is too lazy, incompetent and selfish to be a good cook" - in comparison, as the report says, to the 19th-century women.

Not all women's magazines are criticised by the report. More traditional magazine such as Bella and Prima which offer useful advice and pleasant entertainment for a lower middle-class reader who is running a home and bringing up children - "con-tent in her role as wife, as mother" - as opposed to the other magazines which rarely mention children.

The gentlewoman's companion, the Lady, also comes in for praise as the most



Fiona McIntosh, editor of Company, which was singled out for particular criticism by the report. Thank God a bunch of middle-age, right-wing academics found they had nothing in common with a magazine edited for bright, fun,



ANTHO

Dr Green

Divorce

is good for you

Marie O'Riordan, editor of Elle, joined the attack: This report is so offensive it is hard to place it in any intelligent context lt just doesn't understand women's relationship with magazines. That they are a treat, they are escapism.



Mandi Norwood, editor of Cosmopolitan, said: 'If you want to be reminded of your children or cooking, you'll buy a childrenorientated practical magazine. It's ridiculous to suggest that Cosmo should be talking about children, husbands or

Magazines have reacted angrily to the report: "Thank God a bunch of middle-age, right-wing academics found they had nothing in common with a magazine edited for bright, fun. twentysomething women," said Fiona McIntosh, editor of Company, which was singled out for particular criticism. "From what little sense I can make of their intelligent magazine and "a good read". fire and brimstone diatribe it seems they

most admired the Lady. So crocheting doilies and potting petunias is the key to a successful modern women's magazine."

Marie O'Riordan, editor of Elle, joined the attack: "This report is so offensive it is hard to place it in any intelligent context. It just doesn't understand women's relationship with magazines. That they are a treat, they are escapism ... you don't always azines and young women. It's insulting to like this did like Cosmo."

want to be reminded of your children." Mandi Norwood, editor of Cosmopolitan, was also angry at the report. "After almost 10 years in women's magazines, you get used to people using magazines as a scapegoat for every ill in society." she said.

"It makes me angry when it comes from academics with no understanding of mag-

1997 'Top Direct Lender Over Two Years' - What Mortgage Magazine.

society as a whole; they annihilate every woman who's ever bought a magazine." She added: "If you want to be remind-

ed of your children or cooking, you'll buy a children-orientated practical magazine. It's ridiculous to suggest that Cosmo should be talking about children, husbands or cookery. Frankly, I'd be concerned if dinosaurs

### Museums close to charging admission as Treasury blocks alternatives

levy an extra tax on tourists to fund free entry Britain's national museums has failed. David Lister, Arts News Editor, predicts that leading museums will now urgently consider charging.

The Government will announce in the next fortnight that it is no longer committed to the principle of free admission to national museums and galleries.

The Independent has learned desperate to avoid charging. that Mr Smith, the Secretary of State for Culture, Media and Sport, has attempted to persuade the Treasury to impose a review, and could decide to imspecial tax on tourists arriving in Britain to fund the £40m a year necessary to stop any more National Gallery and Tate national museums and art galleries imposing admission

has lost the battle. The Treasury is fearful that any other taxes on visitors could harm the tourist

It is also understood to have refused requests from Mr Smith museums on money made from merchandising.

And so, when the government announces the conclusions of its review of charging early next month, it is almost certain to say that decisions must be left to trustees of individual institutions, and will offer no fi- would he needed in future nancial help at all to museums

The trustees of the British Museum meet on 6 December, two days after publication of the pose admission charges for the first time in their history. The Gallery are also free and had been hoping for a government This is the system introduced

A plan by Chris Smith to charges. But, according to commitment to free admission. this year at the national muse-Whitehall sources, Mr Smith Instead, the Tate will now have ums and galleries on Merseyside to consider whether to impose charges at its new Tate Gallery of Modern Art at Bankside, due to open in 2000.

> Under Mr Smith's plan the current tourist tax of £5 for travto make VAT concessions for ellers from the EC and £10 for others, introduced by the last government, would rise to £10 and £15 respectively. This would raise £400m extra, and just one tenth of that would have enabled the non-charging museums to continue free admission – though similar sums

> > With that plan turned down by the Treasury, Mr Smith's review will distance itself from a commitment to free admission, stressing instead the attractiveness of cheap season tickets for museums, with free entry being retained for children, peusioners and the unemployed.

where a £3 ticket gives entry to all institutions for year.

Key government advisers such as Lord Puttnam, the film producer who sits on the cultural industries committee, are also believed to have changed their minds over the imperative of free admissions - provided children and students are exempted. They argue that people who take advantage of free admission to visit the museums frequently should pay a few pounds a year to support the institutions they love.

The Government will also urge museums and galleries to make more effort in merchandising and opening outlets both in this country and abroad.

Mark Fisher, arts minister, recently stunned a conference they could "fearn lessons from Harvey Nichols, Marks and

## What kind of mortgage did Watchdog recommend?



Recendy, the BBC's Watchdog programme disclosed some worrying news for many home owners. One of the programme's main findings was that many borrowers pay more than they need to because their lenders charge interest for the whole year on the amount owed at the start of the year, rather than on the balance as it reduces

You'll be pleased to hear then that unlike the majority of lenders, Direct Line calculates interest daily, not annually. Combine this saving with a low standard variable rate and you could save almost £50° per month on an £80,000

mortgage over 25 years. (As shown in the table.) But that's not all: If you transfer your mortgage, without moving house, we'll pay your legal fees! We offer a free valuation<sup>††</sup>. There's no early redemption, arrangement or mortgage indemnity fees. • You can borrow up to 90% of the value of your home. • We'll even guarantee a 20% saving on your existing huildings insurance ##. • To find out more, ring the appropriate number below. As Watchdog revealed, our kind of mortgage takes a big bite out of the interest.



0181 649 9099

0161 831 9099

0141 221 9099

LONDON MANCHESTER GLASGOW CALLANYTIME 8am to 8pm Monday to Friday and 9am to 5pm Saturday. Please quote ref. INDI62 Direct Line Financial Services Limited, 250 St. Vincent Street, Glasgow, G2 5SH.

## Yates hits out at 'scurrilous' reports linking Hutchence death to sex game

A post-mortem will be carried out today on the body of Michael Hutchence. Although shocked by the apparent stacide, his lover Paula Yates is outraged by suggestions that he died during sexual experimentation, reports ion Burrell.

"I condeing the scurrilous and grossly irresponsible speculation and fiction trailed as fact in Source tabloids today that 'kinky see led to Michael's tragic death", said Paula Yates in a statement yesterday. "There is no evidence whatsoever to sup-

The television presenter was due to arrive in Sydney this morning, where Hutchence was found hanging by a belt from the door in his hotel room.

Because there was no suicide note, and because Mr Hutchence had recently told friends that he had "never been happier in my life", several tabloids concluded yesterday that he must have died from "kinky sex", or, specifically, the practice of auto-erotic asphyxia.

But Ms Yates's statement, which was read for her by her lawyer Anthony Burton, was supported by police sources in

Detectives investigating the death at the Ritz-Carlton hotel found anti-depressant tablets, on the floor along with empty



Hutchence and Yates: Couple planned to marry

bottles of alcohol. Asked about the possibility that the death may have been related to a sex game, one of the investigating team said: "We have prepared prescribed by a doctor, scattered a brief for the coroner, setting out the facts and telling the sto-

ry, and from the information we have, that would be wrong. There is nothing to suggest

Police were waiting to speak to Ms Yates, who is with her 16-month-old daughter by Hutchence, Heavenly Hiraani Tiger Lily. The results of a post-mortem

on Mr Hutchence's body are exected today and an inquest will be held in the next few months. Ms Yates, who has three daughters by her former hus-band Boh Geldof, was due to marry the INXS singer in Jan-

uary on the South Seas island of Bora Bora. The tragedy follows the break-up of her marriage to Mr Geldof, and subsequent legal

Obituary, page 16

### Britain's Muslims join forces to make one voice

lim organisations met in London yesterday to launch the Muslim Cnuncil nf Britain, the first umbrella organisation to represent Islam in this country.

The inauguration of the council, an independent, non-sectarian body designed to combat Islamophobia, was hailed as a milestone in the evolution of the Muslim community and its institutions which have built up in Britain over the past 30 years.

Some doubts were expressed yesterday about the viability of a single organisation representing all British Muslims, but Iqbal Sacranie, joint convenor of the UK Action Committee on Islamic Affairs, told the meeting at Brent Town Hall: "What unites us is far greater and stronger than any ethnicity, geographical nrigin nr school of thought."

The council's aims included promoting co-operation, consensus and unity on Muslim affairs, encouraging and strength-

Representatives of more than 250 Mus- ening existing efforts being made for the benefit of the Muslim community, and working for a more enlightened appreciation of Islam and the eradication of forms of discrimination faced by Muslims:

The council is the result of a long period of consultation. A survey of Muslim opinion in 1994 found that 96 per cent of Britain's estimated 2 million Muslims felt a need for greater co-ordination and unity; 75 per cent felt a representative body should be formed; and 69 per cent were. willing to participate in the process.

Abdul Wahid Hamid, a spokesman for the preparatory committee, said: "The aim. is to highlight the fact that we are an asset to the oatioo and to celebrate the contribution we have made to society.

"We are also intent on sending the mes sage that we are a mature community determined to play a full role in the future well-being of our country."



Clore Gamer The Imam calls the faithful to prayer at yesterday's launch of the Muslim Council of Britain Photograph: Kalpesh Lathigra

### Abortion dilemma for Irish court

The Duhlin High Court will tomorrow be asked to block an abortion for a 13-year-old Gypsy who was allegedly raped. It follows a decision on Friday by Dublin's Childreo's Court to allow the girl to travel ahroad for a termination, now opposed by her parents.

The case highlights Ireland's abortionlaw chaos after the 1992 "X" case, and problems facing the Ahern government's planned abortion legislating.

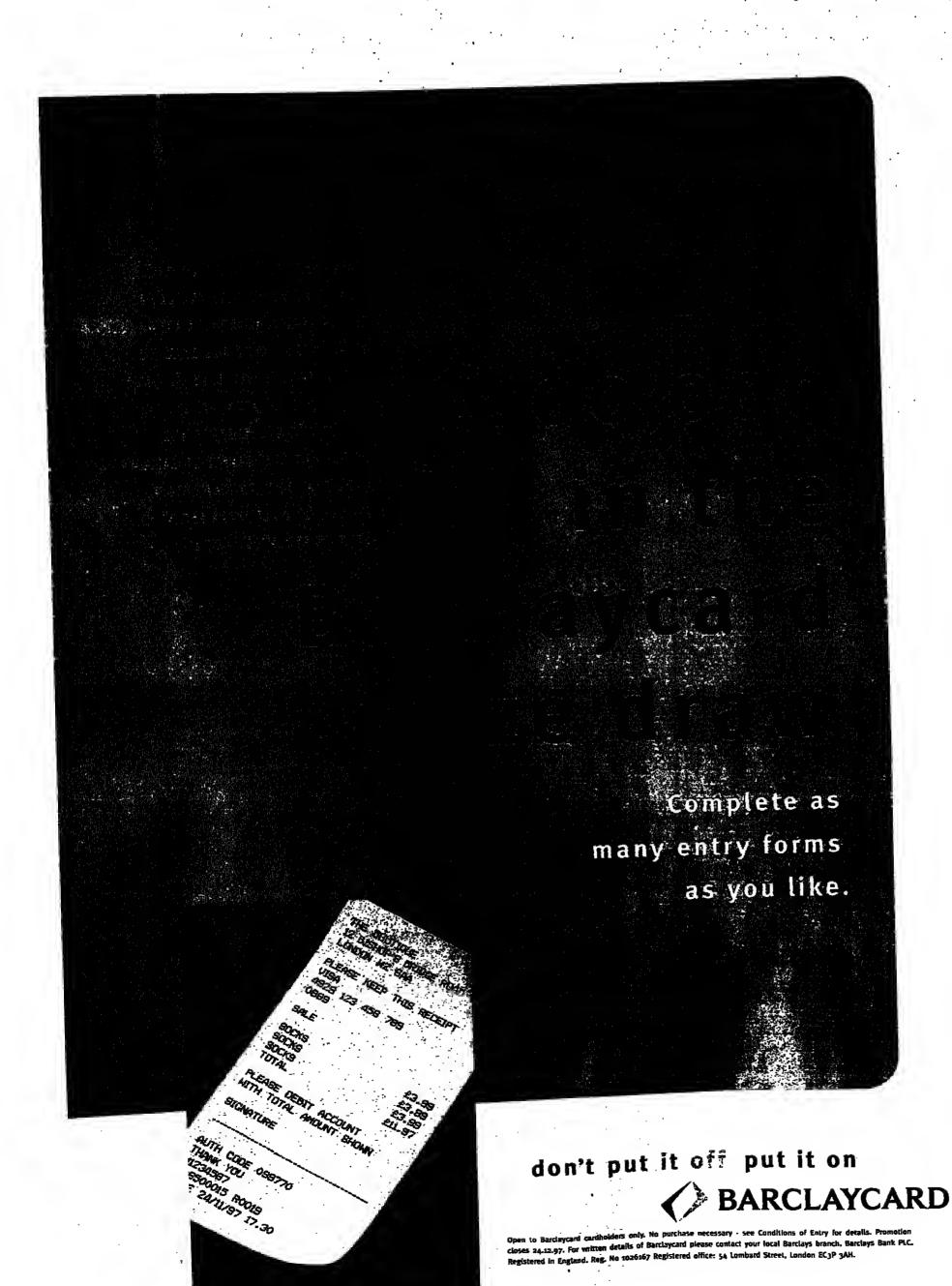
The Children's Court heard reports indicating a termination would be in the girl's interest and evidence that she wanted this. Her parent's lawyers obtained a stay on the decision pending the High Court appeal. Uotil last Tuesday her father had favoured an abortion. The pareots changed their minds after anti-abortion campaigners visited them. The family switched legal teams to one fuoded by pro-lifers.

In the 1992 "X" case a suicidal 14-yearold was barred from travelling for a terminatioo uotil the Supreme Court overturned the ruling. Alan Murdoch, Dublin

## Telescope beginning

hand-Me-Downs

Hem of Gales and



## **Delay fears** over Tube link to Dome

The £3bn Jubilee Line extension – the main link to the Millennium Dome - is in trouble. Randeep

Ramesh, Transport Correspondent, explains why reaching Greenwich might be a miserable millennium experience.

Visitars to the Milleonlum Dome, Britain's £700m celebratioo of 2000, are in for a bumpy ride. Linked to the capital by an extensive public transport network, developers have made much of the dome as a "car-free experience".

However, they had oot counted oo the site's main artery, the Jubilee Line exteosion - Londoo Uoderground's most important project in 25 years - being in a mess.

Running at full capacity it could send 36 trains an hour along 16km of tunnels from Westminster to east Loodnn. Industry sources say full service is unlikely by 2000. It is, they say, unlikely to run more than 10 trains - each carrying 1,000 passengers - at peak times

JLE managers had promised New Millennium Experience er bus service which will handle (NME) - the company charged with developing the site - that it would have oo fewer than 17 trains an hour running at peak times. But it has been dogged

delays travelling to or from the Dume, And husiness says the competitiveoess of the capital as a world-class city is at stake".

A spokeswoman for the JLE said: "We have more than enough capacity to deal with the numbers expected and the trains will be fully operational."

However, the site could be choked by its own success. The exhibition is expected to attract 12 millions visitors a year. As the Crystal Palace exhibition of 1851 managed 6 million people in one year and 1889's Paris exposition attracted more than 10 million, the Government's estimate for the millennium exhibit seems low.

NME is understood to be working on a figure of 15 millioo people in 2000 - with busy Saturdays attracting up to 100,000. Without access by car this may be difficult to cope with. The NEC in Birmingham attracts 4 millioo visitors a year -3 million driving to the venue.

But can public transport cope? The Dome's Tube station - the higgest in Europe - can cope with 22,000 people. There should be 7,000 car parking spaces available and John Prescott, the Deputy Prime Minister, is expected today to announce a cootract for a riv-

6,000 people a day. Despite this contingeocy plans are being drawn up to stagger visiting times to the Dome and take the seats out of by problems, the latest with its Docklands Light Railway trains sophisticated signalling system. to double passeoger numbers This would mean serious oo its route to Greenwich.

#### Blair urged to appoint minister for youth

Tony Blair should appoint a youth minister if he is to safeguard Labour's political future, says the authors of Britain's biggest ever youth survey, 2020 Visinn.

The call is said to be top of young Britain's wish list, according to the Industrial Society who canvassed the views of 10,000 people aged from 12 to 25. Jo Gardiner, director of the research, said: "Generally, young people are not keen on politicians. However the majnrity we talked to said they wanted someone with political power to represent their views to government because this is still the unly way to change things for the better."

The Industrial Society's 12-point plan asks for a minister with cross-departmental responsibility, whose sole task would be to examine policy and estimate its impact oo the young. When in opposition, Labour gave Mo Mowlam responsibility for youth - coupled with her Nnrthern Ireland shadow. But since the election the brief has slipped out of government.

#### Navy must get ship-shape

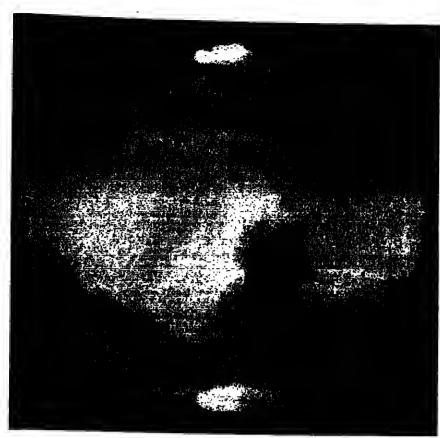
Fat nr unfit personnel will have to shape up for fitness tests nr face the sack from the Royal Navy, it emerged yesterday. All staff, from sailors to office workers, under the age of 50 will undergo compulsory annual fitness tests from early 1999. Anyone who fails to meet a minimum standard will be put

nn a remedial programme and re-tested a few months afterwards. Those consistently unable to slim down will be dismissed. Ailsa McIntyre, a spokeswoman for the Royal Navy at the Ministry of Defence, said: "This new policy will provide better assurances that people can undertake operational tasks... It brings the Navy into line with the Army, RAF and Marines."

#### Lottery jackpot

Thirteen ticket-hulders each won £1.92m in Saturday's £25m National Lottery draw. A further 18 had five oumbers plus the bonus ball, winning £185,698 each. The winning num 8, 14, 24, 28, 39 and 45, with boous number 29.

## 5/SPACE



## Buying space that is out of this world

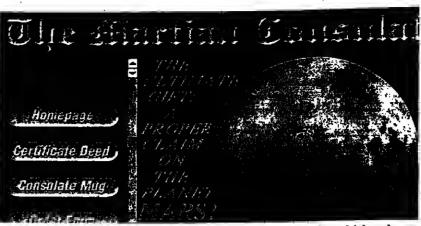
Pssti Wanna buy three square miles of land for £12?

Uninterrupted views, no planning permission required. But bring your own air - and a rocket; the land's on Mars, and the spaceestate agents say they're doing a roaring trade ... Charles Arthur, Science Editor, investigates.

Dennis Hope's business card reads "Head Cheese", and he and his eight employees have a very formal address: the Lunar Embassy, Rio Vista, California. If you ask nice-Mars ton, if you want.

So far, he says, more than 25,000 people around the world (including Hollywood celebrities and two past US presidents one being Ronald Reagan) have bought 2,000-acre plots of land on the two heavenly bodies from him at \$19.95 apiece.

Why is the 49-year-old Mr Hope, a former car salesman, ventriloquist and ies", but only five nations signed it, and the governments that while the meek may inshoeshine boy, doing this? Because, he says, US wasn't among them. "The US said it berit the Earth, the quick-footed are ne-



ly, he'll sell you land on the Moon. And on Heavenly bodies: Mars, as seen by the Hubble telescope (left), and (above) part of a space-estate agent's Web page offering lunar land for sale

ed any nation from laying claim to celestial bodies, it said nothing about individuals.

he has the freehold: he claimed it in 1980, would ... see what public opinion was on and though the United Nations prohibit- the matter. What we're doing is developing public opinion," Mr Hope says.

. Buying the land also earns you a parch-Well, there was a UN decree about "no in-ment deed, Martian Bill of Rights and site dividual making profit from celestial bod- map, and is the way for people to tell

gotiating mineral rights in the solar system. So far they have bought 15,000 square miles of Mars and 60,000 on the Moon. Of course, the sunny side is going first.

However, Mr Hope has competition including four US-based groups, and Graham Hamilton, a 16-year-old schoolboy in Devon, who is reselling plots bought from Mr Hope via his own Website but at about 1,000 times the price -£3 per acre, though with a 20p donation per sale to Childline.

One particular rival is The Martian Consulate, allegedly based in North Wales, Pennsylvania. Mr Hope has subtly altered his Website so that anyone searching the Web for the Martian Consulate will also be offered the Lunar Embassy's earthly site.

What, though, happens when spaceships like Mars Pathfinder land? "That's on my property right now," says Mr Hope. "But ... we deem [these areas] celestial reserves so nobody can own them to charge landing fees." Nasa is no doubt grateful.

One question remains: why is his official title "Head Cheese"? "Because when I was a child I was told the moon was made of cheese," be replies. Logical, realiy. ■ Lunar Embassy: www.hmarembassy.com.

### Telescope will see beginning of time

European and American light from distant stars. astronomers are planning an ambitious new space telescope tbat will operate beyond Mars and be able to see back almost

יייי<sup>פעונע</sup> qil<sup>eעונע</sup>

to the beginning of time. Space Telescope", as the project the Hubble Space Telescope when that finally reaches the end of its life in 2005.

The enormous popularity of pictures taken by Hubble of star formations and planets in our solar system means that the new telescope is sure to receive political backing - always an obstacle to such expensive projects.

The scheme is being led by the US space agency NASA but will receive vital contributions from European scientists, and particularly British astronomers, who have an international reputation in the techniques that the new telescope will employ.

While the Hubble telescope, launched in 1991, is often thought of as being an extension taking pictures with light that a tenth of its present age. the human eye can perceive -Apparently dark patches of sky ground-based radiation. are often alive with infra-red

The Next Generation telescope would take the Hubble's abilities to their logical conclusion, and be used to study events from just a billion years The "Next Generation after the Big Bang. At that time the early stars mostly emitted is known, is intended to replace energy in the form of infra-red

One of the British team members, Professor Roger Davies of Durham University's astronomy department, said: "We expect to see the hirth of stars and galaxies. We will witness the act of creating the very stuff we are made of."

The Huhhle orbits Earth, where there is less interference from ground-based radiation, and no intervening atmosphere to distort the images from distant space. It can observe events which happened a few billion years after the Big Bang. The Next Generation telescope which is expected to cost \$300m compared to Hubble's \$1bn should be able to capture images of events which happened when the universe was less tha

Putting the Next Generation it has increasingly heen used to telescope beyond Mars would picture events and objects which let it operate at temperatures do not emit visible light, but give close to absolute zero (-273C), off infra-red radiation, or beat. and without interference from

- Charles Arthur

## "MY DAD'S CAR IS BETTER THAN YOUR DAD'S CAR."\*

File

#### lites. But no one expected it to be spinning, so the men practised catching only a relatively still spacecraft.

Although it has been more than five years since astronauts last hauled in a satellite by hand, Scott said: "I feel pretty con-

They have been trained in the technique for seizing satel-

Astronauts to rescue satellite

a tumbling, one-and-a-half-ton satellite.

ready scheduled spacewalk tonight.

NASA managers were deciding last night whether to have astronauts from the Columbia shuttle attempt a risky plan to grab

Columbia's crew accidentally sent the \$10m Spartan satellite into a spin on Friday and now managers may ask astronauts Winston Scott and Takao Doi to rescue it in an al-

fident that we can pull it off and pull it off safely." The satellite bad failed to make a slow turn as expected following its release and one of the astronauts tried to latch on to the satellite again with the robot arm, the craft began tumbling an estimated 2 degrees a second - too fast for her to snag.

#### DAILY POEM

#### Hand-Me-Downs

by Roy Fisher

The nineteenth century of the bizarre system of dates the Christians have stands almost empty. Everybody who helped design the first of the World Wars is dead, no longer doing much to anybody; likewise most of the begetters and settlers-up of the next. They've got clean away And so on.

Turnips, four short rows, but enough. Potatoes, plenty. Kale. For surplus baby tomatoes, a jar with olive oil an inch deep over the fruit, then topped off with aqua vitae, to rest on the oil and guard it. And seal right. And look forward to winter. Ordinary life, "restorable" "normal" "life" — paraffin pepper, fingers that stroke and grip sits in the brain like the supreme contemptuous coinage of disease, nothing more than a counter devised for murderers to bargain

Today's selection from the five poets who have won this year's Paul Hamlyn Foundation Awards for Artists comes from Roy Fisher's The Dow Low Drop (Bloodaxe, £8.95), a volume of new selected poems sampling almost 40 years of published work.

Because you want your kids to enjoy the best of everything, you really must take a look at the Fiat Brava.

After all, BBC Top Gear magazine rate it this year's Top Family Car. That's partly because the Brava doesn't look like your run of the mill family car.

£11,242,00 £14,925,63 £155.00 £207.00 £7,473.63 £11,242.00 £14,925.63

(Put a cardboard box next to the photo above. See, no resemblance whatsoever.) It's also because the Brava's interior combines all the features you could want in a family car, with the style you expect to find in a sports car.

Add to that finance deals which mean you can own a car and still afford

to buy new shoes for the kids, and there's only one family car to go for. The one that's better than your kid's friend's dad's car.

Call 0800 71 7000, http://www. fiat.co.uk<sup>††</sup>or visit your local Fiat dealer for more information.

#### Brava ELX

- Choice of 1.6, 1.8 or 1.9TD engines. Electric door mirrors, windows and
- Remote control central locking. Power steering.
   Driver's airbag.
- Rigid passenger safety cell.
- Alarm and Fiat CODE immobilis
- Brava range starts at £11,242 OTR.

#### DRIVEN BY PASSION [311]

(\*IT'S OFFICIAL, BBC TOP GEAR MAGAZINE VOTED THE FIAT BRAVA FAMILY CAR OF THE YEAR.)

## 6/MIDDLE EAST TURMO]

### Britain and US spike Saddam's guns over changes to arms inspections

The UN inspectors in charge of destroying lraq's non-conventional weapons have returned to work. But Patrick Cockburn reports that Iraq's ambassador to the UN says the crisis will erupt again if sanctions are not modified.

Iraq is seen in the Middle East to have emerged victorious in its confrontation with the US over UN weapons inspectors. But at the weekend it learnt ent success. At the UN the first

arms inspections changed.

In a report nn Saturday to the Security Council, the 20-nation UN Special Commission nn Iraq rejected the Russian sympathetic to Baghdad's case. proposals and reaffirmed that Iraq had violated UN resolustrategic weapons. "If nothing is resolved because of American pressure on the council members, then in ... weeks or into a similar [crisis] situation," said Nizar Hamdoon, the Iraqi ambassadnr to the UN.

all military sites with its stated respect for "our [Iraq's] soveffort by Russia, which bro- ereignty ... " The US and

failed get the procedures for buff to Iraq and Russia, which agreed in Damascus to boost failed to win the full endorsement of France and China, the other permanent members of Security Council, which are

Russia had wanted the commission to certify that Iraq tions requiring it to destroy had dismantled its nuclear pogramme and long-range misit to identify countries which sold it nuclear technology bemnnths, we could get back fore the invasion of Kuwait. That might delay the end of sanctions for years.

Better news for President He said the UN needed to Saddam Hussein was that Thriq reconcile its demand to enter Aziz, Iraq's Deputy Prime Minister, and Farouk al-Shara, Syria's Foreign Minister, in the highest-level talks between kered an end to the crisis, Britain were jubilant at the re- their countries for 17 years,

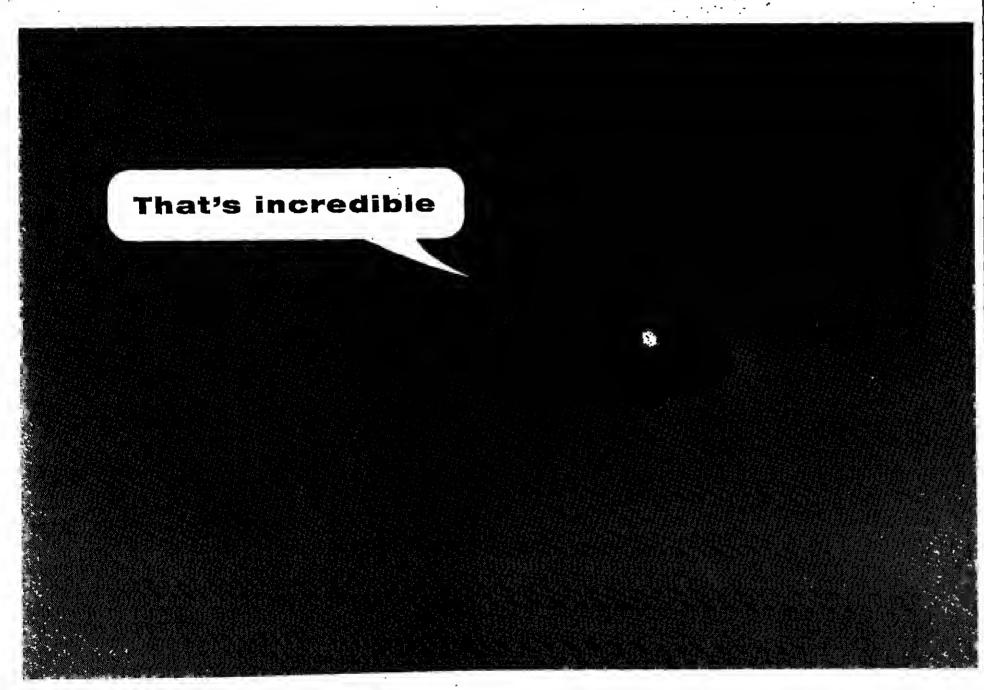
ties, which were cut when Syria supported Iran in the Iran-Iraq war, which started in 1980. and backed the Washington against Iraq in the Gulf war. Both countries countries feel threatened by the military pact between Turkey and Israel.

In Iraq, the ordinary work siles. The US and Britain want of the areas inspectors restarted without hindrance. Hussam Mohammed Amin, Head of the Iraqi monitoring directorate, said: "Eight monitoring teams of the [UN] Special Commission started this morning for the second day their osual activities and inspected 10

> Between 70 and 80 inspectors flew back to Baghdad on



## This month, nearly half-a-million Premium Bond WINNERS shared over £37 MILLION.



The facts about Premium Bonds are pretty incredible.

For instance, during the next twelve months an estimated 6 million prizes will be paid out worth over £450 million - and that's tax-free.

millionaires. Of course, the more you've got, the more chances

Not only that, but twelve of the winners will become

you heve of winning.

The minimum investment is £100 and the maximum is £20,000.

Over a period of time, anyone with a maximum holding can hope to win an averege of 13 PRIZES A YEAR. And what's more, you can get your money back

whenever you want. Imegine an opportunity where, when you win you could win big, and when you don't your investment is alweys safe.

Incredible.

Get your application in by 30 November to make sure your Bonds are in the incredible January draw. You can use the coupon or buy at your post office.

EX2TE7	National S Freepost	d this form an Savings, Pred 6J 2092, Bla , use a first class	nlum I	Bonds oi, FY:	9XF			
1 Do you already ho	id Premium Bonda? (pi	ease tick)	Yes		No [	_		
If yes, please ente	your Holder's Number							
2 Amount of this pu	chase (in words)			1	pound		lerge	um \$100 r umbunto mu multipleo of £1
3 MSurnam	e							
All forenames								<del></del>
Address in full				DAY	MC	HINE	YEAR	
			Hinth [		T			7
4 I accept the purch	ase will be subject to ti	he terms of the	crittet					
4 I accept the purch Signature	ase will be subject to ti	he terms of the	COUTTER	r cheque made i REMIUM I	snould payable SONDS)	be cro to NAT using U	TONAL BA	tery for this
4 I accept the purch Signature	ase will be subject to the Detroit of purchase 16, give name of p	he terms of the	COUTTER	r cheque made p REMIUM E pert of the end addr	should payable BONDS) o check rese on	be cro to NAT using U ie. Plea the bac	TONAL 64 Septol let	tery for this rour name cheque.
4 I accept the purch Signature	ase will be subject to the Detroit of purchase 16, give name of p	he terms of the	You (PF	r cheque made p REMIUM E pert of the end addr	should payable BONDS) o check rese on	be cro to NAT using U ie. Plea the bac	TONAL BA Capital let as write y ok of your	tery for this four name chaque.
4 I accept the purch Signature  5 If buying for a child MSurnam All forenames  6 If buying for a (greguardian above as	ase will be subject to the Date under 16, give name of personal presentation of grandchild, give name of personal presentations.	perent/guardien	You (PF	r cheque made i MIMM i lent of the end addr	snould payable 30ND8) o cheque rese on	be cree to NAT using Use. Pies the bac	TONAL EA Espital Espital Se wills ; ok of your IS USE OI	WINGS ters for this our name chaque.
4 I accept the purch Signature  5 If buying for a child MSuman All forenames  6 If buying for a (gre guardian above as  MSuman	ase will be subject to the condense of particular 16, give name of particular 16, give name and id your own name and	he terms of the perent/guardian me of parent/ address below	You	r chaque remium in made in remium in made in remium in made in remium in made in made remium in made in made in made remium in made in	should payeble BONDS) e chequi rese on	be cro to NAT to NAT to NAT to Plea the bac	TONAL EAT Septial Eat as write your is use of	WHIGS tern for this your name one cheque.
4 I accept the purch Signature  5 If buying for a child MSuman All forenames  6 If buying for a (gre guardian above as  MSuman	ase will be subject to the Date under 16, give name of personal presentation of present of the personal present of the personal p	perent/guardian	You	r chaque remium in made in remium in made in remium in made in remium in made in made remium in made in made in made remium in made in	should payeble BONDS) e chequi rese on	be cro to NAT to NAT to NAT to Plea the bac	TONAL EA Espital Espital Se wills ; ok of your IS USE OI	WHIGS ters for this your name of cheque.

## Premium Bonds: The INCREDIBLE investment opportunity.

PRESERVEN BONDS Any person aged 16 or over can buy Premium Bonds for themselves. Bonds can be bought for children under 16 by their perents, (great) grandparents or guardians, if you buy by post, we will send you your Bonds and a copy of the Prospectus containing the full terms, normally within three weeks. This advertisement is a simplified guide. The purchase date will be the date we receive your application and cheque, if you then wish to cared your purchase, a copy of the Prospectus containing the full refund your money. But please note that you are not entitled to any prizes drawn on the canceled purchase. Bonds go into prize draws one full calendar month after the month of purchase, tell us in writing within 28 days and we will refund your money. But please note that makes up the prize fund. The Director of Savings reserves the right to seek evidence of identities. tell us in writing within 28 days are the prize structure or interest rate that makes up the prize fund. The Director of Savings reserves the right to seek evidence of identity. Three months notice will be given to any changes to the prize structure or interest rate that makes up the prize fund. The Director of Savings reserves the right to seek evidence of identity.

## Israel warns of war as rockets blast village

Shia Muslim guerrillas appear to have been responsible for the slaughter of at least nine civilians in Lebanon vesterday. Robert Fisk in Beirut reveals that Israel has threatened a massive bombardment if it suffers any more serious casualties.

It was one of those bloodbaths that neither the Hizbollah nor the Amal militia ever admit to. But at 8am yesterday, a series Shahak, the Israeli chief of of 25 mortar shells were fired staff who led a 1973 raid against into the tiny Shia village of Beit Leef just 10 miles from the Mediterranean coast, tearing Defence Minister. The approval nine of its inhabitants to pieces. of Prime Minister Benjamin

headed in the centre of the village, along with two women. Among the 12 wounded were four more women.

Israel, whose army occupies that part of the country in which Beit Leef lies, first blamed Amal (whose leader happens to be president of the Lebanese parliament) and then the Hizbollah guerrillas.

Amai blamed the Israelis for the slaughter while the Hizbollah remained ominously silent. Within minutes, however, the Israelis - who were almost certainly innocent of the killings fired scores of shells into villages outside Tyre, wounding a 35year old Lebanese woman in the . village of Mansouri.

Just another Lebanese massacre, the world will probably conclude. But the consequences could be more serious. Beit Leef, which has been under Israeli occupation for 21 years, should never have been targeted. Under the terms of the south Lebanese ceasefire - agreed in April last year after Israel's bombardment of Lebanon, the so-called "Operation Grapes of Wrath", killed more 160 civilians - south Lebanese villages are supposed to be protected from all attacks. Five hundred metres from Beit Lecf, however, there stands an Israeli army nbservation post, manned by nf Israel's proxy South Lebanon Army militia.

This was almost certainly the intended target; only hours ear- Benjamin Netanyahu's closest lier, an Israeli soldier at a neighbouring position inside Lebannn had been wounded in the first casualty of a mutiny a guerrilla attack, ending a virtual two-week suspension of in his own party

army and its Lebanese enemies. The April 1996 ceasefire agreement dnes allow both sides to attack each other, providing civilian areas are not used as targets or launching points.

hostilities between the Israeli

But, although this has not been publicly admitted, Israel has warned that if it suffers further serious military casualties inside Lebanon, it intends to relaunch a mass bombardment of the country along the lines of last year's carnage.

The Independent has learned the plan for such an operation has been drawn up by Amnon Palestinians in Beirut, and Yitzak Mordechai, the Israeli Netanyahu would mean that Lebanon would be faced with Grapes of Wrath Part Two.

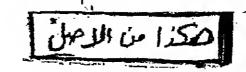
Israel's threat was conveyed to Arab governments several days ago. It followed the ambush at Aansariyeh, when an Israeli army unit who thought they would be able to ambush Hizbollah guerrillas were themselves ambushed. Twelve Israeli soldiers were killed, prompting further calls from the mothers of Israeli troops to withdraw from Lebanon. Russian diplomats had warned of an 3 impending Israeli onslaught on Lebanon after the Aansariveh ambush during a visit to Jerusalem by foreign minister Yevgeni Primakov.

The latest warning by Israeli has been taken more seriously. An American diplomat, playing the familiar role of Israel's messenger, is said to have travelled to Damascus and Beirut within the past fortnight to relay the threat which was, of course, passed on to the Hizbollah. The comparative lull in fighting over the past two weeks appeared to be the result. Yesterday seems to prove the miniceasefire is over. If the Israeli position, rather than the village, had been hit by the 25 shells, Lebannn might have been on the edge of another war. Just annther weekend in southern Lebanan it may have been; but both Israeli troops and members a bloody and dangerous one and a possible precursor of

things to come. Jerusalem – Israeli leader political adviser Avigdur Lieberman, resigned yesterday, against the prime minister with-

THE PARTY OF THE P HEALTH INSURANCE Could Prime Health give you better cover at less cost than your current policy?

Prime Health



## Trying to slow the global-warming supertanker

For five years, a battle has been brewing over what to do about the threat of man-made climate change. **Our Environment** Correspondent anticipates next week's showdown in Kyoto.

Throughout the Nineties, the irresistible force of the globalwarming supertanker has been heading for collisioo with two twin, immovable objects - ordinary, everyday politics and ecocomics

The big bang happens next week, when ministers, diplomats and thousands of journalists. lobbyists and experts converge in the ancieot Japanese city of Kyoto for 10 days to oegotiate a United Nations climate protectioo treaty.

Stopping global warming has been the flagship campaign of environmentalists everywhere. Any politician wanting to be seen as green had to make speeches calling for action.

blast

But the most important, obvious action to take involves cutting the world's remorselessly rising consumption of fossil fuels, still the lifeblood of Western ecocomies and seemingly indispensable for the developmeot of poorer nations. Such cuts oecessitate big changes in eoergy taxation, transport, home heating and industry.

World leaders might be more likely to reach agreement, or at least to have more focussed oegotiations, if they knew exactly how, and how fast, climates would change and sea levels rise.

at least a decade. Global warming came up the scientists' radar screens as a real threat in the mid-Nineties. An international research effort since then has confirmed that climate almost certainly will change. Indeed, as we add more and more carbon dioxide and other gases to the atmosphere, it seems to have started aiready.

The climatologists have been able to rule out some of the most frightening earlier predictions, at least for the oext century. But most of them agree

#### BY **NICHOLAS SCHOON**

that climate and sea level will change quickly enough to pose real threats to people, their farming, forestry and cities - and that these will start to hit home sometime in the next 50 years.

If we start cutting our rising use of coal, oil and gas, and deal with some other greenhouse gas sources such as burning forests, we can begin to turn the supertanker of climate change around. At issue is not halting the changes, but slowing them down to a safer rate. Is there the will to do this?

Convention oo Climate Change

Unfortunately, such cer- Back then, the developed countainties will not be available for tries grudgingly volunteered to stabilise their emissions of carbon dioxide - the most important of the greenhouse gases at the 1990 level by 2000. Having caused the bulk of the pollution to date, this seemed only fair. Even so, most of the rich nations will fail to keep their promise by a wide margin.

Then, in Berlin in 1995, the developed countries set themselves a deadline for agreeing on a legally binding protocol, or treaty, for restraining their emissions early in the next century. No more volunteering; it was to be a matter of international law. The deadline was set for December 1997, in Kyoto. But despite having two and a half years io which to reach agreement, deep divisions remain between countries.

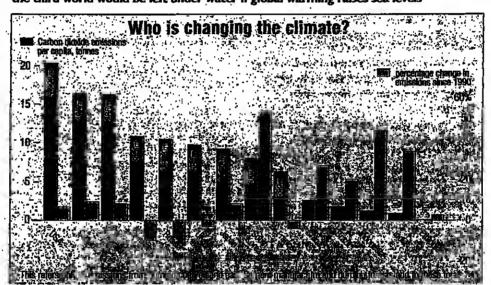
At ooe extreme, Australia's proposal for restraint is to let its emissions rise by 18 per ceot by 2010. At the other, the European Union is holding out for a 15 per cent cut by then. The United States, the higgest emitter of all, advocates that all developed countries must get their emissions back down to the 1990 level by 2010,

There is another huge complication. The US and Anstralia say that in order for them to give concrete undertakings. large developing countries like China, whose emissions are rising rapidly, must also agree to some kind of restraint.

Some kind of deal will prob-There certainly was not at the ably emerge by 10 December, Rio Earth Summit five years when the conference eods, But ago, when the UN Framework it seems unlikely to make much difference to the course of the was signed by world leaders. global-warming supertanker.



Water world: flooding in Dhaka, Bangladesh, caused by torrential rain. Many parts of the third world would be left under water if global warming raises sea levels



### Atoll nations get that sinking feeling

The Kyoto talks will take place in a fog of uncertainty - about precisely what the threats are from manmade climate change, how soon they will arrive, and what can be done to avert them.

Examine the plight of the coral atoll nations and you begin to see why combating global warming is such a fiendishly complex issue oo which to negotiate.

No group of countries appears to be more eodangered by man-made changes in climate, as worldwide economic and population growth alters the level of heat-trapping gases in the atmosphere.

But it will probably be at least another 10 years before scientists can agree on forecasts for exactly how high sea levels will rise around the world in response to various scenarios for how much fossil fuel humanity consumes.

Even when that is done, it is no simple matter to work out what any giveo sea level rise means for each atoll. The coral reefs which fringe them may be able to keep pace by growing upwards - they have coped successfully with big. oatural changes in sea level in prehistory. In some atolls, however, the coral is already temperature stressed - the warmth of the water is limiting growth. In a warmer world it could slow to zero.

And if the coral can keep pace with the rising sea, there is no guarantee that the dry land, made of dead, eroded coral, will stay dry. That depeods on the eroding and

beach-building activities of

wind, waves and curreot. For the inhabitants, the questioo is not simply whether their home will be permanently flooded or oot. The people living oo many atolis are already pushing hard at the limits of what nature can provide sustainably from the tiny amount of land and surrounding sea, thanks

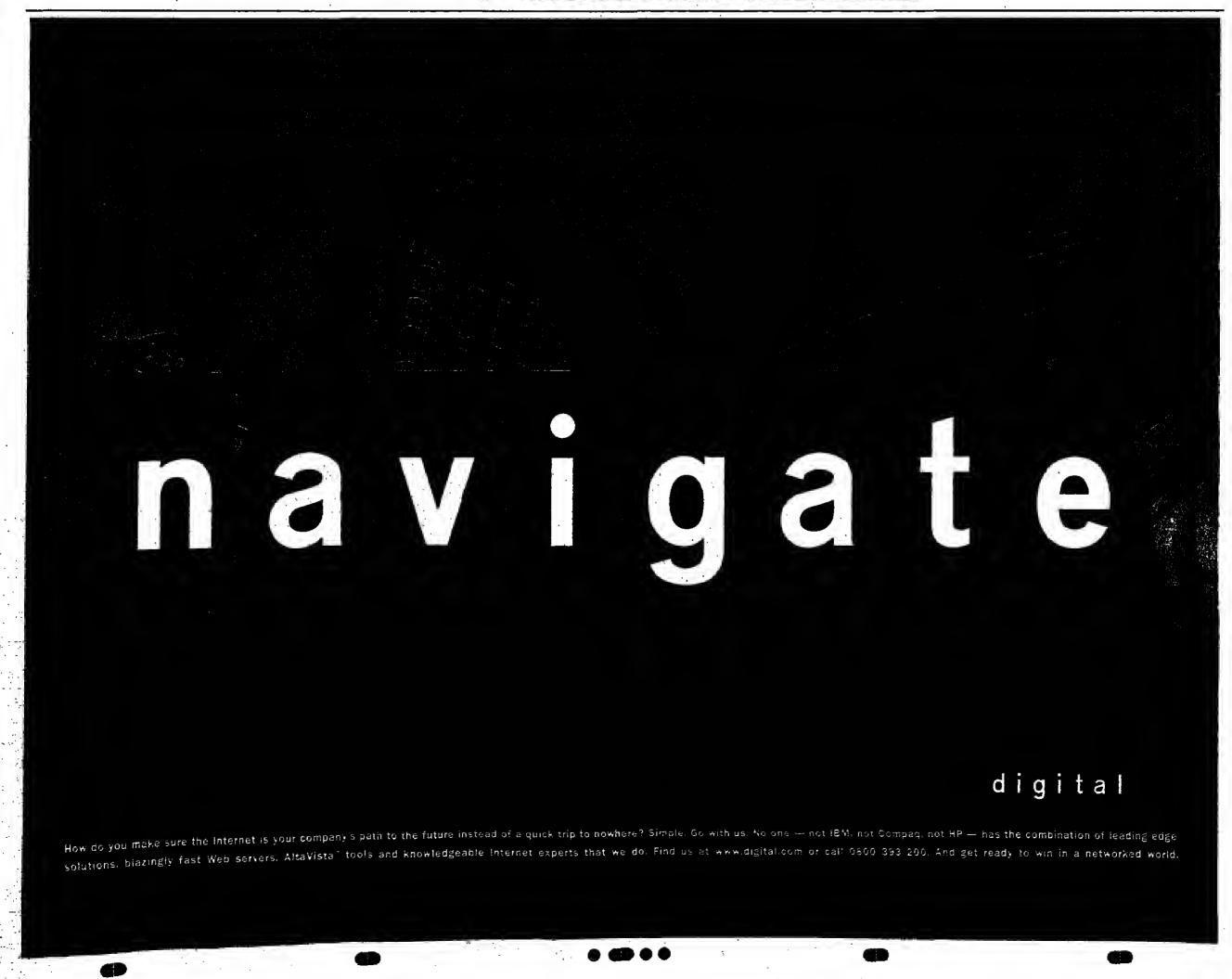
to rapid populatioo growth. There is widespread poverty, problems of overfishing, water pollutioo and over-dependence on foreigo aid, oot forgetting the radioactive cootaminatioo caused by France and the US

testing hydrogeo bombs. For some islands tourism is seen as the great hope for the future; American and Australian tourists oow scuba dive at Bikini Atoll, although it is still too radioactive to eat food grown there or drink the water.

But growth in tourism depends oo loog distance air travel, whose cootributioo to global warming emissions is itself growing fast.

Atolls, like any other densely inhabited part of the world, are already overstressed. In that situation, increasing uncertainty about the fundamentals of oature climate and sea level - will cut safety margins further.

As well as being the most endangered communities in the global warming stakes, these tiny islands also bave the weakest voice because they are small and poor. They can do little more than request and protest oo the international stage. Australia has been accused of tying aid to some atoli villages to a promise not to criticise global warming policies.



## **McGuinness** stands by IRA pledge of peace

The Northern Ireland Secretary Mo Mowlam says the area is edging toward normality. But David McKittrick, Ireland Correspondent, finds uncertainties and

worries persist over the peace process and divisions within the IRA

As the Government confirmed yesterday that Gerry Adams had been invited to Downing Street. Sinn Fein said last night that the IRA was "absolutely committed" to its peace strategy.

Mr Adams was rallying support for his leadership at a mass meeting in Belfast last night. Meanwhile, his party's chief strategist, Martin McGuinness, admitted that recent resignations from the IRA and Sinn Fein were "disappointing".

But he said: "I believe that the IRA are absolutely committed to their peace strategy. They obviously have indicated on a number of occasions over recent years that they too want to contribute to bringing about real negotiations to tackle all of the very difficult issues at the

very heart of the conflict." He tuld BBC I's Breakfast With Frost: "I think all informed opinion here in Ireland would disagree that there is a split within the IRA.

Recent resignations were disappointing and did "create difficulties," he said. "But I think that all of us in political leadership recognise that the road to hring about a peace settlement is going to be a rocky,

There are going to be dif-

ficulties and there are going to be problems. But we are absolutely committed to overcoming those difficulties."

He was speaking after renewed speculation of dissent in republican ranks. It has emerged that Bernadette Sands, the sister of IRA hunger striker Bohby Sands, may have declared herself the unofficial leader of a renegade faction of IRA members.

Mr McGuinness's comments echo the private predictions of senior republicans who say they do not believe large-scale resignations or breakaways are on the cards. At the same time, republicans say there is a distinct undercurrent of disillusionment among their supporters.

They say this stems from two main concerns. The first is the evident lack of movement within the Stormont multi-party talks, while the second is the allegedly tardy pace of the authurities in scaling down security force activities in the light of the IRA's July ceasefire.

The first reduction in troop levels since July took place over the last few days, with 250 paratroopers moving to Eng-

Dr Mowlam, confirming that Mr Adams was to visit the prime minister at 10 Downing Street, said at the weekend that army patrols were down by 35 per cent overall, adding: "If we don't treat them as if they are serious you are making it much much more likely that they will go back to violence.

Northern Ireland is edging towards normality. While we cannot let down our guard against splinter group violence. operational steps to match the reduced threat are and will continue to be takeo.



### Izzard gets serious over the 'New Europeans'

Eddie Izzard is getting political. Seriously. Yesterday he performed live at a fringe meeting at the Labour Party's European Conference in

Care Gamer watched his debut performance on the platform.

Here was someone the people would vote for: Britain's first PVC-clad politician - in daylight hours at least. But Eddie Izzard was not in Eastbourne as a politician - nor as a stand-up comedian - but as a "New European".

The tired grey curtains in the Sussex Suite of the Cavendish Hotel provided a back-drop diametrically opposed to Izzard's own spandangly set and his audience was entirely sober. but that did not hinder his performance in the least. He was clearly oervous before he spoke, nibbling at his burgundy-painted nails as he sat

and said afterwards that he had not expected to raise a laugh. He need not have worried. He he struggled with O-level French. only had to open his mouth and the audience

"I'm not a lesbian trapped in a man's body. I'm happily cohabiting," he began. "That's sexuality, which isn't really the agenda here," he added, signalling that he might just get serious. So passionate is he about Europe that he had sacrificed his day off to drive down from Sunderland, where he had performed the previous night, to speak about the delights of cross-European fertilisation.

To Izzard, being European means "driving around in Greece or Spain on a motor bike with no helmet on.

He expanded the driving metaphor to explain what he hates about the post-colonial British attitude. We lack "get up and go", he said. "We've got to go in there and start driving the bloody car rather than hanging out the back like

beside Carole Tongue, MEP for London East, the tin cans on a marriage car." Izzard knows Eastbourne well. He went to school there, where

> Now he has got a handle on the language, so much so that he is able to do stand-up performances in Paris which are 95 per cent in

> "I can make French people laugh, in French. I've done French gags. That's crazy. I never thought I could do that." He had little patience with the way Britons shy away from learning other languages. They just won't risk the poteotial humiliation and embarrassment, but "that is the growing process."

Sadly, he does not see himself as a potential candidate. Telling gags in other languages is a far as far as he is prepared to go in making political statements.

Or is it? Was yesterday's speech not the first of many? "The first of - maybe one more," he replied, fluttering his eye lashes and smiling tan-

### Ticket funds slip past Labour ban

Overseas defence companies have been making indirect donations to Labour, in spite of Tony Blair's ban on foreign finance for the party. Anthony Bevins, Political Editor, examines a grey area.

Substantial subscriptions made to the Labour Party by the UK Defence Forum last year have been listed in Labour's "financial results" as donations from Robin Ashby, the man who created the forum as a means of generating contact between defence manufacturers and Whitehall.

But it emerged yesterday that some of the money donated to Labour through the Forum, to huy tickets for fund-raising events, has come directly from overseas defence firms, despite the foreign funding ban.

Among companies that back the Defence Forum are Lockheed-Martin, Boeing and the French-controlled firms, Thomson CSF UK, and Trimarine.

Under legislation to be published by Jack Straw, the Home Secretary, foreign finance is to be hanned for all parties, and Labour's manifesto said: "The Conservatives are afflicted by sleaze and prosper from secret funds from foreign supporters."

There is no suggestion that Labour has been funded on the scale that is being alleged for the Tories. A Commons motion is urging Sir Patrick Neill QC, chairman of the Committee on Standards in Public Life, to invite Ronald Walker, an overseas treasurer for the Conservative Party, to give evidence to the inquiry into party funding, following claims that he raised up to £20m in the run-up to the last election. William Hague has nominated him for a knighthood.

A Labour party spokesman told The Independent: "We have to differentiate between somebody making a direct donation and somebody huying a ticket for a fund-raising event and passing it oo ... Also, they may he foreign-based companies, but they could still have significant British interests."

As for the £1m offered by Robert Earl. of Planet Hollywood, to bail Labour out of its problem with Bernie Ecclestone's film dooation for Formula One, the fact that he lives in Florida created oo problem because he was o British voter, the spokesman said. Asked if Mr Earl was registered, the spokesman added: "I assume we wouldn't have taken the money, if he wasn't."

Robert Earl's planet, The Eye

## MJN PII Range

From The Award Winning UK PC Manufacturer

Take a closer look at our new range of 'Best Buy' high performance systems with Intel Pentium II and IBM 6x86MX M-2 MMX processors, PCTV, voice recognition and VideoPhone.







#### MJN 233-2

- Intel Pentium\* II 233Mhz processor with MMX\*\* technology
   32Mb SDRAM
- 4.3Gb Seagete ultra ATA hard
- PCTV system with Teletext and 56k Rockwell flash upgradeable
- 4Mb ATI Rage II+ DVD 3D
- graphics
  24 Speed Max LG CO-ROM drive
  15" SVGA 0,28dp screen
- (17" optional)
- 512k Pipeline burst cache
- VideoPhone receive for incoming VideoPhone calls
- Voice recognition with IBM Simply Speaking Gold MJN ATX system with Intel AAOLX PC'97 chipset

Standard Features: Windows 95, Lotus SmartSube 97, Quicken, Pressworks, DesignWorks, Homewise, Lotus Mail, IBM AntiVirus and SmartPres preloaded. Sound Force 525 mains powered speaker system, 3.5\* 1.44Mb floppy drive; PS/2 mouse; 105 keyboard; software MPEG; Year 2000 compliant BIOS; PS/2 mouse port, fast sensi port, parallel port and games port. One year warranty

PLUS MODELS are only £49 +VAT = £57.58 inc. VAT extra

#### MJN 233M-2 ■ IBM 6x86MX PR233 processor

- with MMX technology 64Mb EDO RAM
- 6.4Gb Seagate ultra ATA hard
- PC-TV system with Teletext and
- 56K Rockwell flesh upgradeable 4Mb SIS Advanced Graphics
- with Microsoft direct 3D 24 Speed MAX LG CD-ROM drive
- · 15° SVGA 0.28dp screen
- (17" optional)

   512K pipeline burst cache Full VideoPhone including colour
- wideo carriera

  Voice recognition with IBM
  Simply Speaking Gold

  MIN ATX system with PC 97 Chipset

All Offers

End 12th

#### MJN 266-2 · Intel Pentium II 266M/hz

- processor with MMX technology 64Mb SDRAM • 6.46b Seagete utra ATA hard
- drive PC-TV system with Teletest and
- video capture 56K Rockwell flash upgradeable
- voice modern 8Mb AGP ATT Rage Pro 3D
- graphics
   24 speed MAX LG CO-ROM drive Creative Labs 3D waverable sound
   15" SVGA 0.28dp screen
- 512K pipeline burst cache VideoPhone receive for incoming VideoPhone calls Voice recognition with IBM Simply Speaking Gold
- MJN AIX system with Intel 440LX

#### · Intel Pentium II 300Mhz processor with MMX technology 64Mb SDRAM

MJN 300-2

- 6.4Gb Seagate ultra ATA hard
- 56K Rockwell flash upgradeable
- SIMB AGP ATT Rage Pro 3D graphics 24 speed MAX LG CO-ROM drive
- Creative Labs 3D wavetable sound
   15° SVGA 0.28dp screen (17" optional) 512K pipeline burst cache
- VideoPhone receive for incoming VideoPhone calls Voice recognition with 18M Simply Speaking Gold
  MJN ATX system with Intel 440LX

PC'97 chipset All standard features below

Model:800

INTEREST FREE OPTION BUY NOW PAY LATER Only on PLUS models

Evertyle: M.M. 23304-2 P.U.S. Pay New 5.158,03 (1074) depotest and their nothing for 8 months. New 6 months pay the new 7 new 7 new 6 new



Telephone Sales Lines Open Mon - Frt 8.30am - 7.00pm, Sat 9.00am - 5.00pm MUN Technology Ltd., Granulle House, Blackburn Rd. Sanorstone, Burnley, Lanco, 9812 711. Fax 01282 77 08 44.

December

## Brown keeps sights on next election as he lays out tough spending plans

fare state, get people hack to vestment. However, aides stress

work and make the economy the consultative document will

Tough spending plans will give the Government leeway for extra spending closer to the next election. Diane Coyle, **Economics Editor.** reports on new Treasury

rules for fiscal policy.

In his "pre-Budget" statement to MPs tomorrow, Gordon Brown will set out plans for a new code for public sector fithe same kind of caution and stability in tax and spending policy that the Bank of England's new independence has estab-

nances. It is intended to create and henefit integration. lished in interest rate policy. The document will set out ditional car taxes. In addition,

more competitive. Mr Brown is concentrate on principles and likely to reaffirm his commitment to a 10p starting rate of for anybody to engage in tax income tax, to make sure work avoidance now, four months The publication contains a full chapter on the jobs market.

tax system, modernise the wel-

system, such as the one on tax explicit account of the state of The Chancellor is also expected to confirm that the tax which automatically reduces system will he increasingly

pays for those on low incomes. ahead of the Budget in March. An accompanying paper spells out the intention to build reports on some of the task- the public finances. Targets for forces set up to reform the tax government borrowing will take

the Chancellor's analysis of the he will set out ideas oo how to how much changes in the pub-

der to boost incentives for in-

will always include estimates of control and higher tax revenues.

will not contain enough detail

the economic cycle. the need to borrow cannot be

changes needed to create a fair reshape corporate taxes in or- lic sector borrowing requirement are simply due to the state of the economy. The move is in line with the Chancellor's intention to avoid the extremes of boom and bust which have long afflicted the British economy.

A Treasury adviser said: "The mistake Labour Governments have made in the past is erring on the side of optimism There will be limited progress in a margin for error in plans for in the first two years and having to retrench later in the parliament." The new policy was actually put into practice in the July Budget. Mr Brown then This means that a boom forecast a borrowing requirement of just under £11hn this year. Tomorrow he is expected geared towards discouraging used as an excuse for relaxing to reduce this target by at least pollution, perhaps through ad- a tough policy. Future Budgets £1 hn thanks to strict spending

### Lower minimum wage for trainees

trainees should receive a lower minimum wage than others, Professor George Bain, chairman of the Low Pay Commission, said yes-

terday. He also confirmed the line put out by Peter Mandelson during the Labour -Party conference, that under-25s could be exempted from 25s; I think there's still a long minimum wage protection, but he said there was no question of the commission considering regional differentials in the rate of mini-

fast with Frost.

actually quite a lot of agreement on this."

mum wage. "That is ruled out," he told BBC television's Break-

"We have to have a na- in an interview with the Obtional rate, and, as one goes server: "It is cynical rubbish around the country, there's to suggest that we are going

general secretary, told Sun- promise. day with Adam Boulton on

Unions and employers were Sky News: "I think the only in general agreement that serious runner as no exemption is the under-25s."

> question of ministers accepting a regional differential, or different rates for different industries. . "I think we've won the argament not to have sectoral or regional exclusions," Mr

Monks said. "On the under-

way to go." After Tony Blair had again urged the voters to "keep faith" with his government, ministers yesterday rallied to drive home the message that the Government would stick

to its pledges. The Prime Minister said back on our promises.

"We are not going back on John Monks, the TUC a single promise, nnt n single - Anthony Bevins

He believed there was no rosceptic line. David Curry, who resigned from the Shadow Cabinet over his leader's hostility to the single currency, told Alastair Stew-

art nn GMTV's Sunday Programme: "You can appeal to which threatens to keep it out the hard Tory vote, which is probably fairly Eurosceptic in its views. If you do that, no doubt a fulsome endorsement from you will consolidate that. But what you won't do is win an elecuon, because every party has got tu reach out beyond the core of its active committed members into ... the middle ground if it wishes to win elections."

moment remain independent. Mr Temple-Morris, who will sit alongside Labour back-

### Tory warns Hague of electoral suicide

vesterday that the Conservatives would lose the next election if they stuck to their current Eu-

Peter Temple-Morris, the pro-Europe MP who quit the Tory party last week, added to Mr Hague's woes, stating yesterday that be will support Tuny Blair's policies in the Commons - although he will for the

William Hague was warned benchers in the House, said he was "very sympathetic" to the Prime Minister and wants to be "part of the action".

> Despite Jack Straw, the Home Secretary, telling constituency Labour Party members in Blackburn that the Conservative Party was "on the verge of an irrevocable split of government for a generation", Mr Hague's line received John Redwood, the shadow Trade and Industry spokesman. He told BBC television's

On the Record that Mr Hague's line on Europe was a complete success. "I think he will exert a lot of influence over the party because he is clear and straightforward on these issues and he speaks for the overwhelming majority of party in the coun-

For on

Private

try." he said.
"They were aching for clarity on this European issue and they are extremely grateful and pleased that they now have a leader who is delivering it."

FAVOUR OF BANNING FOX HUNTING RAISE YOUR HANDS.



For once, the fox has a chance. On November 28th MPs vote on Michael Foster's Private Member's Bill to ban hunting with dogs. As 73% of the British public support a ban (MORI), we trust MPs of all parties will raise their hands. Or lower their heads.



plans

s Hague I suicide

.

## Going cheap: Peking dumps the people's business flops



Hard times: In newly privatised industries, workers will not be protected by the old social welfare commitments

Where business

success is a cast-iron

unique Christmas present for the person who has everything! Look no further. Newly available this week is the first batch of ailing state owned enterprises in the Chinese capital. Our Peking correspondent went

At the spick new offices of the Peking Property Rights Transaction Service Centre, the programme is under way. Yan Peijua can tempt you with anything from a soy sauce factory to a manufacturer of ethyl cyanacetate, or a children's clothes production line.

His sales pitch is honest to

the point of hluntness: "The en- if you buy any of these enterterprises on sale are loss-making and the production conditions are very bad."

Roll up for China's fire sale. Foreign buyers very welcome. The Peking municipality is not so much putting the family silver on offer as running a downmarket car boot sale. In all, 56 not very viable small and medium-sized enterprises have been put up for grabs, part of the brave new world of "Socialism with Chinese characteristics".

Mr Yan, a smartly-dressed 39-year-old, is one of the organisers. He himself has never had the misfortune to work for world's higgest privatisation a state-owned enterprise, and used to help companies register new firms. "My friends joke that I used to help in the hirth of husinesses; but now I am in charge of the funerals," he says.

Since the 15th Communist Party Congress in September gave the the "downsizing" and sale of many of China's 300,000 state firms the green light, it has become a buyers' market as local governments try to offload all their debt-ridden, decrepit factories. Could Mr Yan point me in the direction of one of the factory about 60

miles from the capacity of BY TERESA city centre, with 133,000 shoes a **POOLE** year, he said. prohably be

around the bottom end of the 400,000 yuan to economy.

100 million yuan (£30,000 - The 56 £7.7m) price range which he estimated for the 56 enterprises, money that is supposed to cover paying off their debts.

That '

available at

Cloth shoes did not seem to me to be much of a potential boom sector, so would it be all right to buy the enterprise for its 1.580 square metres of land. and close the factory? "Yes," assured Mr Yan, admitting many potential purchasers of these 56 businesses were really only interested in the land and the

Could I sack all the workers? se enterprises that the re-

prises, there won't be any work-

If I then wanted to re-hire staff, this could be done according to new contracts, free of the "iron rice bowl" social welfare commitments of Old

In the state sector, at least half of the enterprises are loss; making and tens of millions of

jobs are at stake. In the more freewheeling parts of China, privatisation has been going on quietly for the past few years. Shanghai saw some 300 "property rights trans fers" in the first half of this year with a total value of 5.3 hillio yuan (£400m).

But the offering is the first such sale in Peking. It was launched last week in the hallroom of a Peking hotel where 170 potential buyers (including) just one foreign businessman) had bought £15 tickets to watch the video presentations on the factories, each identified by a code but not at this stage by name. It was a dismal testament to the industrial prowess of Old China. Near-derelict buildings were shown with rows of cheaper enterprises on offer in idle machinery. There were Peking? How about a cloth-shoe broken windows and disused car

two of the enterprises on offer were, just disused shells; those which are still manufacturing could no longer compete

The 56 factories have been put up for sale by four county governments in the suburbs Of Peking. Would-be purchasers who are seriously interested must now cough up 2,000 yuan (£150) for more detailed information, including the exact name and address of the plant and the full financial picture. Site visits will follow. If more than one buyer hids for any site, it will be sold by auction.

in the market

amily fears

worker seize

West fears Ka

in Bosnian Sei

The eyes of most of the for: eigners, however, have been drawn to Lot 97MA0275. In the

Seats for the two-day auction were allocated long ago. The demand was so great that many bidders who could not be accommodated had to submit sealed hids, containing full payment for the items they want.

However, the most surprisbelongs to the People's Liberation Army, which occupies the former British military sites. Its héadquarters are still dominated by a building called the Prince of Wales Barracks. No doubt one will be able to huy that sign in the near

Stephen Vines, Hong Kong

## Expanding companies in the quality service and high-tech sectors from the UK and overseas will be your business neighbours in Telford. Interest free instalments on home and motor insurance

FREE CD WHEN YOU CALL FOR A QUOTE 0800 333 800 Lines open 8am-10pm Mon-Fri, 9am-5pm Sz

lidity. Hence many of the sale logue calls "unusable revenue

They will get the money back if

LOCATIONS MADE FOR BUSINESS SUCCESS.

CNT SELLS LAND FOR THE DEVELOPMENT OF BUSINESS PREMISES IN KEY LOCATIONS THROUGHOUT ENGLAND. ASK ABOUT: ♦ DEVELOPMENT SITES. ♦ FAST-TRACK PLANNING. ♦ CONFIDENTIAL AND COMPREHENSIVE SERVICE.

Wherever you are

in Telford.

in Telford, you're no more than 10 minutes from the

motorway system, with rapid access to key regional

and national markets and the region's major airports.

We're ready to help you find business success here

Talk to CNT or the Telford Development Agency.

CALL 01952 293131 FOR DETAILS.

e-mail: midlands@cnt.org.uk Interact: http://www.cnt.org.uk

English translation of the ex-"That's not necessary," he said. terprises on offer, factory 50 We've negotiated with the miles from Peking is said to be local government owners of all producing "adhesive tapes and dope", though without the £150 sponsible bureaux will dispose information fee, what that facof all the present employees. So tory makes remains a mystery. Souvenirs of empire lure Chinese buyers The famous Ironbridge is both a legacy of the Most remnants of the colonial they are not successful, but the Industrial Revolution and a testament to Telford's government is cashing the era have been sold off by the unstoppable business success. £2,000 million of public cheques meanwhile and earn-Hong Kong government. But one last hig house-clearing aucing a tidy sum in interest. and private investment have made it the tion is still under way, and the Several earlier, enthusiastilarge crowds show many still cally attended, auctions were region's fastest growing town, and CNT, nanker for even the smallest thought to have marked the end scraps of an era that ended just of the clean-out, but as remnants England's largest owner of development five months ago. continue to crop up, enthusiasm land, has a wide range of prime develop-Buyers can bid for Lot 828, for them seems to be growing. modest dining service Some of the keenest buyers Set in the Shropshire countryside, Telford offers a wide range of ment sites available here for fast-track sale. badged with HK & Crown". It come from the Chinese mainousing, old and new, to suit everyone's needs includes such items as "dish pie, land, where people have made But business isn't the only success story 165mm" and "jug tankard, a beeline for red letter boxes 60ml", not to mention a "cup and Union flags. in Telford. There's also an excellent egg" with the crown inscribed Hong Kong's old red letter in the centre. quality of life, with the South boxes have been replaced by The 127-page auction catagaudy green and purple ones; Shropshire Hills, Snowdonia logue shows the departing Brits the crown insignia have given were not only obsessive about way to the drah emblem of the and the beautiful Welsh coast all in easy putting their mark on crockery, Special Administrative Region hut have also left behind a of Hong Kong, the bauhinia reach; a wide range of sports and leisure great many portraits of the flower, the region's new symbol. Royal Family. These are facilities; attractive homes in Telford and But in an entrepreneurial spirit, expected to he hot items. manufacturers have taken to the surrounding villages; and one of Royal portraits have been remaking new/old artefacts, such There's a superb and constantly expanding choice of all kinds of shopping moved from postage stamps as Union flags, cards with Europe's biggest town parks right since the handover, and those portraits of past governors, and in circulation have lost their vanext to the magnificent Telford "old" road signs. lots consist of what the cata-Shopping Centre. ing vestige of British rule



Grin business: Diana Hayden, of India, who was crowned Miss World on Saturday in the Seychelles, which is keen to offer a permanent home to the event. Photograph: AP a deal with the Seychelles,

## Miss World finds a politically correct place in the sun

The Seychelles may offer the battered Miss World contest a permanent refuge from its increasingly raucous critics. The condition is that the pageant 'reinvents' itself. Mary Braid asks if injecting a dose of feminist values is really the solution

As international pariahs go, the Miss World Contest was nace almost on a par with the deposed and equally appearance-conscinus African dictator Mobutu Sese Sekn (he of the fetching leopard-skin hat). An embarrassing relic from the Cold War years, Mnbntu, stripped of his Western backers, seemed destined to wander the globe before a merciful death earlier this year.

Miss World, similarly forsaken by the increasingly feminist-influenced West, to say nothing of religious fundamentalists, is suddenly faring better. After years of looking for a place to call home - it was chased out of the Albert Hall by protesters - Miss World appears to have found a permanent venue in the Seychelles, the Indian Ocean.

The contest, run by Eric and Julia Morley, the husbandand-wife team who have provided so much unintentional entertainment, are negotiating



Backlash: Protesters in India last year with posters reading 'What is a beauty contest?'

where the competition was staged on Saturday. If the talks are successful the Mnrleys will wander no more. Whether that will save the world's most controversial cattle-market is annther matter. As "the girls" sashayed their way through Saturday night, the Seychelles was insisting the contest which caused a protester to burn himself alive last year when it was staged in the Indian city of Bangalore - would be

This has been heard before. The Mnrleys have tried all the

tricks to dissuade the critics the modern beauty contest is all about ... well, looks. The glorious fib has been plied that the beauty that really counts comes from within and that the numbers that matter are a girl's IQ

and not 36-24-36. When Miss India, Diana Hayden, was crowned Miss World this weekend she felt obliged to quote WB Yeats and insist: "I just read a lot". The contest's intellectuals, however, must have been disappointed that while physical

beauty was on permanent dis-

play, the nld hrief conversational section, in which "the girls" get a few minutes to solve global conflict, the greenhouse effect and famine, was axed.

The official reason was that it discriminated against those who were not English-speaking. The cynical and, no dnubt, the jealous, whisper that contestants find it difficult to talk at

The Seychelles' new idea, according to the President, Albert René, is to "reinvent" Miss World as a celebration of children. A government spokesman said he hoped the event would boost the image of Sevebelles not only as a tourist destination but as a country interested in "the environment, children and welfare".

But it is not clear the Mnrleys are nn the right track when they insist the new Miss World will be about everything hut looks. Nnt everyone in the world is as sensitive as the 2,000 demonstrators arrested at the event in Bangalore last year.

When the Miss South Africa contest was held at Sun City this year the ruling ANC's leading lights - all men, nf course, but with impeccable left-wing liberation credentials were fighting each other for front-row seats. President Nelson Mandela, who at 79 retains an eye for such events, seemed to revel in his annual photo-opportunity with the winner.

This weekend Mr René, a left-winger, was also happy to sit in the front row, only driven, it must be assumed, by his belief that the contest will put the Seychelles on the international tourist map.

This year's Miss World was one of the most trouble-free for years. Next year the protesters may regroup and dn their hit in make the Seychelles a popular November holiday destination. But the Morleys will plod nn.

There is no sign yet suggest Miss World is nnt yet ready to woman and what she can do for join the reviled Mobutu.

#### Family fears for British aid 🛊 worker seized in Somalia

The family of a British aid worker kidnapped in the self- have been taken at El Avo. on declared independent Republie of Somaliland were anxiously east corner of Somaliland, a rewaiting for news of him yesterday as United Nations officials its independence from the

Dennis Cassidy, 49, works for the European Unimn's Somalia Unit. He was kidnapped last week with two Kenyans, an Indian and a Canadian, all of whnm worked for the UN. Somaliland officials said that

the workers were nn a mission tn halt the destruction of local trees, which are cut down and used to make charcoal.

It is suspected that they were kidnapped because they were thought to be carrying money to huy off the charcoal-

the Gulf of Aden in the northgion of Somalia which declared

It was not known if they had been hurt. "The UN is not going to say anything because it is an nagoing hostage situation," a UN spokesman said.

The area has been relatively peaceful since declaring its independence. However, elsewhere in Somalia, aid workers frequently have been the target nf the warring factions that have been vying for control of the country since a 1991 coup nusted presiden Siad Barre and left the country without any central government.

#### West fears Karadzic triumph in Bosnian Serb election

Bosnia's poll organisers said they hoped parliamentary electinns in Bosnian Serb territory would resolve a bitter power struggle between rival leaders.

President Biljana Playsic, who is backed by the West, and hardline Serb nationalists loyal to the UN-indicted war criminal Radovan Karadzic are struggling for control of the part of Bosnia left in Serb hands after the country's 1992-95 war.

Robert Frowick, the US diplomat who leads the election

supervisory effort in Bosnia, said he expected the turnout in be "well over 50 per cent" of the 1.1 million registered voters.

A victory for the hardliners would deliver a humiliating blow to the US-led diplomatic drive to alter the political landscape in Serb territory. It would also allow the hardliners to flout the West's failure to extradite Karadzic to The Hague to stand trial before the UN war crimes tribunal.

— Reuters, Banja Luka

#### Daughter helped father kill family

The daughter of a Belgian priest has allegedly confessed to helping him kill fnur relatives; including her two brothers, dismember the bodies and dump them in bags outside: a slaughterhouse, the Brussels Public Prosecutor's Office said Agues Pandy said they shot or battered the vicof the corpses. Andras Pandy, 70, has been charged with murdering his two former wives and four of his eight children.

#### Fascist salute

Thousands of people sang fascist songs and listened to anti-democracy speeches at a memorial rally on the 22nd anniversary of the death of General Francisco Franco. They made raised-armed fascist salutes and sang the fascist anthem "Face to the Sun." associated with Franco's 1939-1975 dictatorship, after speeches by extreme-right political leaders. Franco died aged 82 in 1975. His followers hold their main annual gathering on the Sunday closest to the an-

#### Algeria slaughter

Gunmen cut the throats of six foreigners, apparently Asians, and dumped their bodies in the sewage system in Algiers, a newspaper said. The bodies were found near a beach in Bab el Oued, a Muslim fundamentalist district.

#### Slovenia votes

Slovenia voted in the second presidential election since it broke from former Yugoslavia in 1991. President Milan Kucan was expected to win a second five-year term. He has been credited for Slovenia's comparatively painless break from Yugoslavia.

### Greece at last honours forgotten Jews

The Greek city once known as the Jerusalem of the Balkans has at last honoured the thousands of Jews who perished in the Second World War. The delay of half a century is not the result of amnesia but reflects the twists and turns of Greece's foreign policy

After waiting more than half a century. Holocaust survivors gathered yesterday in Salonica, the city nace called the "Jerusalem of the Balkans", to unveil a monument to tens of thousands of friends, relatives and neighbours killed in Nazi death camps.

"Better late than never," said Amir Mnis, 85, one of the estimated 40 camp survivors who are still alive in Greece, a remnant of a Jewish community that traces its roots in the city back 2,500 years.

The Greek government last year approved the monument to the nearly 50,000 Jews of Salouica killed during the Nazi occupation of Greece. More than 17,000 Jews from other parts of Greece also died in the camps and today there are fewer than 5,000 Jews left in Greece, and only about 1,000 Jews in Salnnica.

People wept and placed flowers on the Holocaust monument, a 10ft-high bronze menorah in a central square where Jews were rounded up



A Greek Jewish woman crying by the Holocaust memorial in Salonica Photograph: Reuters

before being shipped to concentration camps. The design resembles a group of people reaching up as they are hurned in the death-camp fires.

Some Jewish leaders complained of the long delay in a government-backed memorial, which the Jewish community first requested 43 years ago. "There was a great delay, but

now is not the time to analyse the reasons why," said the Greek foreign minister, Theodoros Pangalos, who was among 400 or so officials and Holocaust

survivors at the ceremony. Some Jewish leaders believe the memorial was held up for decades by the Greek Orthodox

Church, the officially recognised religion, and by the policies of successive governments towards Israel. Greece, which for decades has had warm ties with Arab states, only recognised Israel in the early Nineties.

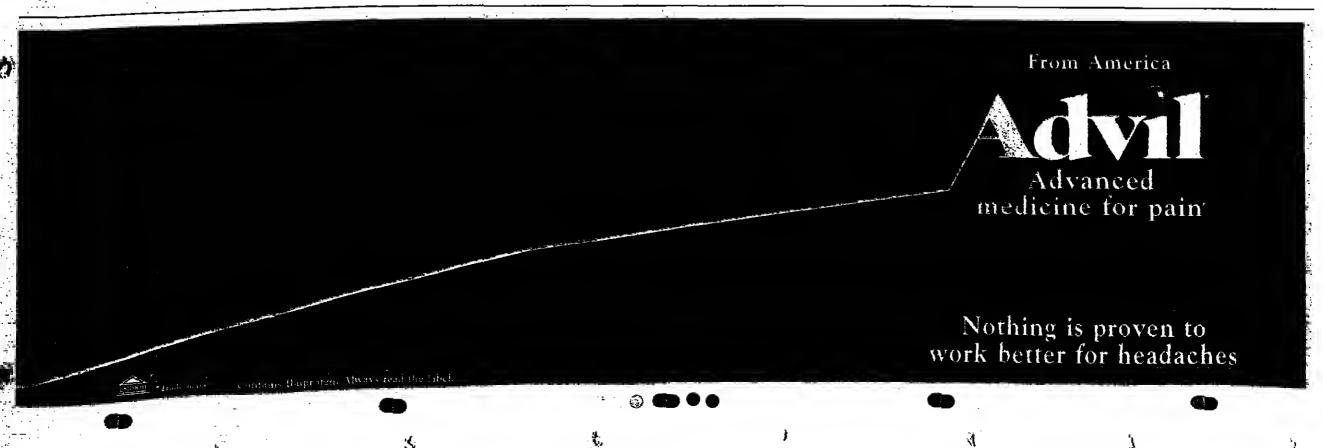
Evangelos Venizelos, the culture minister, said the monument healed misunderstandings which had "unjustly and badly harmed the credibility of the country".

The Jewish community in Greece dates back at least to the sixth century BC. Many arrived in Salonica during the 15th century from Spain to escape the Inquisition. Salonica hlossomed as a centre for Balkan

Jews at the start of the 20th century, when the community made up half the population of about 150,000

"It is no coincidence that the city came to the named the 'Jerusalem of the Balkans'." said Israel's health minister, Yehoshua Matza, who said he can trace part of his family to northern Greece.

During the occupation, Nazi occupiers eradicated almost all of Salonica's Jewish heritage. The Jewish cemetery was ploughed under and destroyed, and the city's university was built later on the site. Only two syn-



## 12/STYLE

It was a risky - not to say risqué decision to open a shop selling naughty undies, but it worked for Joe Corre and Serena Rees. **And Agent Provocateur** has proved so popular, says Melanie Rickey, that a new store is about to open in Knightsbridge. A little more sophisticated, maybe. But just as saucy.

Wheo Agent Provocateur first opened in December 1994, Joe Corre and Serena Rees had achieved just part of a much bigger dream. "We initially wanted to open an erotic department store," says Corre, "and lingerie would have been only a small part of it; there would have been furniture, books, clothes, art ... ""And a bar. We had the licence, the premises, everything was ready to go," interrupts Rees, "but we were

The big idea became a smaller and more realistic one. Why not sell saucy undies with a sense of bumour? Why hide sex behind closed doors? Indeed, why not just put it in the window for all to see. At first people gawped at the shop's window display which featured tousle-haired mannequins in various states of undress, each posing provocatively across a velvet chaise-longue. Then as the press caught wind that Joe Corre was the son of Vivienne Westwood and Malcolm McClaren, tentatively, at first, the customers began to come in. And a year later, thanks to buge press interest and the growing fashion for underwear as outerwear, sheer clothes and prettiness, they had to queue.

Inside the tiny shop was sexy lingerie sold in a way that was fun and gigglebehind-the-hand naughty. It was intentionally seedy, and although the shop did attract its fair share of voyeurs, these were Nineties voyeurs: young women, men, (some dressed in Macs), transvestites, celebrities and fashioo junkies for whom suspeoders, corsets, quarter-cup bras and marabou feather mules in all colours of the rainbow, were cool.

Corre is very serious about erotica. His home is a palace to it, his mum and dad were modern-day pioneers of it, and he has oever shied away from explaining why he loves it. "I grew up with erotica around so I suppose it was normal to me," he says. His interest is certainly not contrived, it's genuine. Ask him if he saw a gap in the market for Agent Provocateur and he'll tell you it's not about marketing, not at all. In fact, he finds the whole business of marketing totally devoid of interest. "Why do what everyone else is doing? Everything that is marketed is boring. It's all the same. I'm only interested in what is sexy."

For "sexy" read Fifties pin-up, Lolita, Dominatrix, Las Vegas showgiri, Swedish au pair, Hot Gossip, Benny Hill's Angels, even Carry On Films. In fact every sexual stereotype invented this century has been recreated by Corre and his girlfriend and business partner Rees, through the underwear and erotic accessories they sell.

One year after its opening, Agent Provocateur had become not just the shop of the moment but a barometer of the times. In 1992 the world had been singing aloog to Madonna's single "Erotica"; in 1995 people had the chance to live it, at least in an abstract way. It became fashionable to talk about liking saucy undies. Instead of boasting "I buy three packs of white cotton G-strings from M&S", women would admit with a sly giggle, "It keeps me sane to know I'm wearing a sheer tulle pistachio knickers, bra and suspender set under my business suit." Both Corre and Rees are pleased with this change, which is even more evideot oow. As Corre says, "There should be oo guilt attached to small pleasures. It's no big deal."

Corre's interest in small pleasures has created a successful business that continues to grow. Initially the shop sold English, French and Italian lingerie labels, and original Fifties underwear, but the need for a distinctive Agent Provocateur look culminated in the launch of their own-label underwear in spring 1995, which oow accounts for 80 per cent of sales. There is also the jewellery range Precieux, co-designed



## For the Swedish au pair, Dominatrix, 🖟 🐪 Fifties pin-up and Lolita inside us all

bikinis; and the newly launched High Heel Heaven shoes. Last Christmas a mailorder catalogue was introduced, which so far bas made in excess of £120,000 in national and worldwide sales. A versioo of their Soho shop has even popped up within the Fiorucci store in Milan, and at Boo Marché in Paris. "It just about works,' says Corre, "but to really appreciate what we do you've got to experience it in the environment we create."

Next week there will be a completely new Agent Provocateur environment to experience as Corre and Rees opeo their secood shop a stooe's throw away from Sloane Street in Knightsbridge. Today it is still a building site, but oext Monday it will be a boudoir par excellence. The Soho store is darkened and intentionally seedy looking. Knightsbridge, in cootrast, will be bright, airy, precious and decorated in the style of 18th-century French boodoirs with pale green walls and chinoiserie motifs. The windows will feature scantily clad Geisha girl mannequins, which will un-

surrounded by far more respectable establishmeots than the Soho branch that is hemmed in by strip joints and

sex shops. For Corre and Rees this is a big, but oecessary step. Their pet name for the oew shop may "Knickers to Knightsbridge", but the ready-made clientele among the Knightsbridge set who rarely leave SWI to flex their gold cards will pounce oo it giee. extra-special pondoir liw moon he fully kitted out for

with Erickson Beamon; themed raunchy doubtedly attract attention as this shop is of which there are many, ranging from supermodels to rock stars - "So we can give

> 50:50 ratio of men and women who shop as couples, or individually, are encouraged to take as long as they require to choose and try nn underwear. "Some can stay for two bours," cootinues Rees, "but we doo't

Last year the couple experienced their only major set-back wheo they launched a beauty contest to find Miss Agent Provocateur. "She was supposed to be curvy, sexy, bub-

But," admits Rees, "the winner was a total disaster, only out for herself." Rees now them privacy," says Rees.

Personal service is very much part of the deal at Agent Provocateur; customers, a maybe she's inside every woman." Who knows. "But it was a great excuse for a party," says Corre, with a twinkle in his eye, as he and Rees head off to check that the builders have finished their parquet floor.

> Agent Provocateur opens its second shop on 1 December at 16 Pont Street, London SW1 (0171-235

The original store is at 6 Broadwick Street, London W1 (0171-439 0229). For mail-order enquiries call 0171-287 5001.

in pink or brown, £95. Right: selection of the Alice in Wonderland-style playing cards which make up the Agent Provocateur mail-order catalogue



#### **FASHION MOMENT**

Fashion momeots come in all shapes and sizes. This one features Chris Bailey, the strapping 6ft2in tall designer and head boocho of Jigsaw for Men at a party to celebrate the opening of his newest Loodon store on Brook Street. Bailey was enjoying a chinwag with Juergen Teller, the diminutive fashioo photographer responsible for the current Jigsaw Menswear advertising campaign. It seems they may have been sharing a laugh about the oew campaign which features stuntmen falling beadlong down stairs and jumping off buildings: in response to one picture which featured a burning jacket, Bailey received calls from people asking, "Does this mean Jigsaw say the jacket is dead for men?" Now that is a laugh.



#### TOP THREE LUXURY TIGHTS

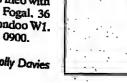


This season o seems surface decoration is the key. Plain, well, is just plain boring. So why oot splash out on these black opaque tights (far right) with white flo-ral embroidery, £370, and wear them with a beaded, sequin dress. The tights are by Dolce & Gabbana, 175 Sloane Street, London SW1, 0171-235 0335.

Not quite as daring to look at as those from D&G, but these cashmere and silk-mix tights (right), £105, by Wolford feel sensational against the skin ... and they sure are warm. Available in ecru, camel and dark grey from the Wolford Shop, South Multon Street, London W1; 10 Margan Arcade, Cardiff: 11 Eldoo Gardens, Newcastle; 28 Gordon Street, Glasgow, 1 Great Western Arcade, Birmingham, Eoquiries: 0171-935 9202.

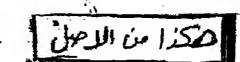


Black spider web tights (left) for womeo who can trap meo with one glance, £50 by Fogal, 36 New Bond Street, Londoo W1. Enquiries: 0171-493 0900.





M



## 13/INTERVI

## This lad won £11 million. Guess who bought the drinks?



· funds

LSt

The Residence

was a contract The Bri

plans

**DEBORAH** ROSS TALKS TO A LOTTERY WINNER

Karl Crompton won the lottery. He has been nice to his mum and dad, bought the flash toys and been on the flash holidays. But life lacks the challenge it had when he was an assistant manager at Comet. And it'd be nice to buy a round now and again.

Karl Crompton is extremely rich and very dishy and extremely rich and only 24. He may, also, be extremely rich. Of course, I like him a lot from the off. We even end up in a night-club, which is quite something for me as I'm now at that age where if I don't go straight to bed after Animal Hospital I've pretty much had it the next day. But Karl is such a honey I do not want the evening to end. He is also single. And may even he extremely rich.

A year ago last May, Karl won £10,903,198 on the lottery. Or at least I think it was £10,903,198. Frankly, I don't take much notice of such things. I do know he needs a steady, though. He's never really had a steady, although he's had lots of casual sex. How many girls exactly have you slept with, Karl? "Loads. But I've never counted them up." I say I've probably slept with about five in my time. "Five?" he exclaims, aghast. "I had five when I went to Corfu for a fortnight!"

Of course, my total isn't five really. I was just exaggerating to impress him. No, I don't tell him this. But I do tell him that what he needs most, it seems to me, is a meaningful relationship with a mature woman who doesn't give it away so easily but might reconsider if it came down to a Porsche, say. He says he needs to go the bathroom, and wanders off. The music is thumpingly loud. The vibration alone is making my dental work rattle. Karl takes his time. The bathroom in this club is a long way off, obviously. But, no, I'm not going to slip away. I'm imagining myself in the Porsche. And, you know what, I look pretty good m it. "Cooce Karl! I'm over here...!" The silly

boy. He's returned to the wrong table. Nearly £11m is, of course, a lot of money. Invested at the normal rates, it would hring in around £20,000 a week. Not that Karl still has the £11m. Yes, he has spent a fair chunk of it. He gave his mum and dad a million. He gave his brother a million. He took five friends to Hawaii for a fortnight. He has just bought a plot of land outside his home town, Blackpool. Here, he is huilding himself a mansion which, by the sound of it, will have lots of swimming pool and marbled, ensuite things going on.

He is motorbike mad and has bought a Ducatti this and Honda that and a Suzuki followed by lots of Zs, which I think means it's quite tasty. He also owns a Porsche 911 GT2 which does 0-60mph in 0.3 seconds "and doesn't even have a heated rear window, because of the weight". Plus, he's just passed his helicopter pilot's licence. But, no, he won't be huying a helicopter. "They're not that expensive. You can get one for £170,000. But the npkeep is very expensive. I'll rent one when I need

one, I think." Yes, there has been resentment. His BMW run-around has been "pissed on and spat on". A couple of weeks ago, a woman came up to him in a pub, tapped him on the shoulder, and said: "Are you Karl Crompton?" "Yes," he said. "Well. I think you're a complete tosser," she said. "Just sod off then," he said. She's lucky she didn't get a punch in the nose, frankly. When Karl was 19 he was sentenced to nine months .



Photograph: Glynn Griffiths

in prison for smashing a glass in someone's face during a pub hrawl. Karl has an onoff thing with a girl called Nicole from back home. It's off at the moment because he can't say "I love you" to her, which is what she wants him to do. Karl might have a problem verbally expressing himself. Karl doesn't read books because "they're a complete waste of time, aren't they?". Yes, I concur wholeheartedly. I'm sorry, readers, but I really do want this romance to

How much money does he actually have left? He says he hasn't a clue. "Every now and then my financial people send me a portfolio, but I only ever glance at it." You don't keep a close eye on it, then? "No. The bank appointed these people, and I just let them get on with it." He had come down to London to go on This Morning and was staying overnight. We meet initially at his hotel. I pay for the drinks. Then, later, I pay for a meal and the cluh and the taxis. Karl offers, but I don't want him to think I am only after his money. He says a lot of people feel like this. He says that since the win, he's never bought less rounds in his life. He's rather like the man with the million pound note.

Anyway, he had spent the afternoon in Covent Garden, where he had purchased Paul Smith watch and a jumper from Reiss, even though he claims the novelty of being able to buy whatever he fancies is beginning to wear off. Yes, sometimes he does miss the Blackpool hranch of Comet where he was an assistant manager before the win. "I'd worked my way up from a YTS boy. I was a very good salesman. I was very good at selling video recorders. And Dyson vacuum cleaners, which are brilliant."

His amhition was to become manager and then, perhaps, a regional manager. He was perfectly happy. The job, he says, pregot to meet lots of different people". No. he did not consider staying on after the win. When you're worth £11m, it's quite hard to get excited about kettles and toasters. Comet were very good to him, though. They let me keep my staff discount card until it expired." Yes, he still pops in. "I say how much for this if it's cash?"

Now, though, where are the challenges? Now, though, where's the purpose in life? How does it feel when the need to work is taken away? Good, on the whole, he says, although he's just started up a mo-

sented "a new challenge every day and I Blackpool, he says, on the night the draw was made. He didn't get back home until 11ish on the Sunday morning. His mum, Pat, a chiropodist's receptionist who has carried on working part-time, met him at the door. "You're looking at a lottery winner," she said excitedly. "How much have you won, Mum?" Karl asked. "Ninety one pounds," she exclaimed happily.

Karl went upstairs to get his ticket, which was in the pocket of yesterday's jeans. He bought the ticket back down. He asked his mum if she'd written the winning numbers down. She said she'd written them on the

Sex? More before the win? Or after? Before. Girls up North - "who aren't that impressed by money" - are suspicious of him, whereas he's suspicious of the girls down South. Look at the ones who go out with Peter Stringfellow

torbike racing team, "which gives me something to do, and is a challenge, although not as big a challenge as Comet, where I really had to motivate staff to get my bonuses." The photographer gets very het up. You could go off and study, he says. You could do something for children without the usual number of limbs, he continues. You could collect art. Karl says he bought back a very nice water-colour from Hawaii, as it happens. It's of a cot-tage by a waterfall. He's building a gallery for it in his new house. No, his life doesn't have much purpose. But such a thing wouldn't trouble him because he's just not a troubled sort of person.

It's everyone's fantasy to have a big lottery win. So what's it actually like? How did it go, Karl? He was out clubbing in back of The Radio Times. He went to have a look at them. The numbers were identical to the ones on his ticket. He thought his mum or his dad (a laminator who has since given up work) or his brother (a security guard who's also packed in the day job) were playing a joke. Obviously, one of them had sneaked a look at his ticket, then written the numbers down. "Who's the joker?' Karl asked his mum. His mother looked at him. "From her expression, I knew." No, he can't now remember what his numbers were. Apart from 32, which

was his salesman's number at Comet. What did he feel exactly, on realising he had won? First it was disbelief, he says. Then it was excitement and nausea and the shakes all mixed up together. And then it was disbelief again. He checked the num-

bers umpleen times on Cectax and leletext before phoning Camelot. Two Camelot being a bank holiday the next day, Karl was told he would have to hang on to his ticket until Tuesday. He kept it in his back pocket, he says. No, he didn't sleep with it, although the Camelot people told him a lot of people would have. One man, they said, even kept it Sellotaped to his bottom. "They said it wasn't very nice to handle by the time they got it."

He went public, he says, because he knew he wanted to blow a portion of it straight off, and it would have been hard to account for it if he hadn't. Yes, he got hundreds of hegging letters and still does. He ignores them all. He even, just after his win, got a note from a cousin he hadn't seen for years. "Dear Karl," the note began, "you have always been my favourite cousin..." The cousin later turned up asking for money. It was only £1,500 for a deposit on a house, but Karl refused him. "I knew be'd had three holidays that year. He could have put his own money towards a house." What would he do if a mate, say, wanted to borrow a tenner to see him to the end of the week? "I would lend it to him, but not ask for it back. Then the ball would be in his

On the whole, be seems to have dealt with things quite well. Certainly, he has done right by his mates, it seems. After the initial euphoria and the Hawaii business they did, yes, stop calling him. "I'd call them on a Saturday and say, you going out? Yeah, they would say. Well, why didn't you call me then?" They said it was hard for them. Should they let him pay?, for example. Karl gathered them together. "I said to them if you have a problem, then let's hear about it. They said I was in a different league now. because I had money. I said yes, I had money, but I was still in their league. I said it

was as difficult for me as it was for them I said I needed them to help me through advisors were with him by evening. But it it. I said I needed them to keep my feet on the ground." Karl is taking 15 of his closest friends to Jamaica for the New Year. This, I guess, is one way of helping him keep his feet on the ground.

Sex? More before the win? Or after? Before, actually. Corfu, for example, was before, whereas in Hawaii, which was after, he didn't get his leg over at all. He says girls up North - "who aren't that impressed by money" -- are suspicious of him, whereas he's suspicious of the girls down South. Look at the ones who go out with Peter Stringfellow, he says, "Now, you can't tell me they're with him for his personality or looks." He'd fancied Nicole, a local girl, for a year before his win, but she was going out with someone else. As Nicole is reported to have said when she dumped her boyfriend, she wasn't doing it for the £11m. "It's just that circumstances have changed." Surprising, that. No, he doesn't know if they'll get back together. Meanwhile, "I'm enjoying my freedom."

At this precise moment a supple young thing in a Wonderbra wriggles past. "I like women with athletic bodies," Karl confides. Yes. I say I once went to an aerohics class which was very good even though I vomited afterwards. I ask him if he wants to dance. I'm up for it although I cannot vouch for my dental work, I tell him. He says he had a motorbike accident not so long ago and still has a dickey leg, which is a shame, hecause otherwise he'd love to. Then he says he has to go because he has an early appointment with his financial advisors in the morning. He says it's been quite a fun evening. "I like you even though you're jokes don't make sense," he says. I say I've known quite a few successful relationships huilt on less. He says: "Chee-



They would wander in, sit down at the grand piano and play a burst of Mozart - it came as naturally to them as farting does to my kids

Have developed a worrying, new middle-class addiction poring over school league tables. After I've looked up my own children's schools, I then look up those which my nephews and nieces, friends and second cousins twice removed attend. Particularly liked The Observer's value-added list because it puts our local comprehensive in the top 100. But then my niece's school in Norwich, which was placed in the Independent on Sunday's top 100, and The Times's top 200, does not feature at all in The Observer's 1,000 schools. Am now totally confused, particularly as I know, deep down, that

everyone really judges schools by what they see coming out of the gates at half past three.

I'm all for valued-added tables but I do wonder how much difference they will make to deep-seated class assumptions. Yes, we liberal middle classes will be happy to applaud the previously unsung heroes doing a brilliant joh in struggling inner city schools. But while we are saying "how fantastic that they are getting those results when they have such a high percentage of children with special needs/free school meals/English as a second language" we'll be fighting to get our own children into the

school down the road with few-

er poverty indicators. My general education paranoia has been increased this week by spending too much time with private school parents. For the first time ever, we went to an "At Home". This is a very strange concept - when we're "at home" it usually means we've got our feet up on the sofa in front of the television, with a few empty beer bottles and packets of crisps scattered around the carpet. But when capital letters are involved, At Home seems to The senae of having raised mean polite conversation, lots gormless, inarticulate uncultured little hrutes deepened as of champagne and devils on horseback. These At Homers I chatted to my frighteningly ar-

were extremely pleasant - not ticulate privately educated least because they had comnine-year-old niece, who was missioned my husband to deone of the guests and realised sign a radical glass extension to that we are probably the comtheir house, and were still speaking to him at the end of the job - but the children were like an alien species. They would wander in, sit down at the grand piano and play a burst of Mozart -- not because they'd been asked to practise, nor to show off, but simply because they wanted to express themselves. It came as naturally to them as farting does to mine.

monest people she knows. Came home determined to make my children practise the piano (surely after three years they should be using both minds?) and to put a stop to their increasing label fascism. The I1-year-old wants everything Adidas for Christmas. No way is he going to wear Clarks' trainers, and Marks & Spencer velcros are just "sad". Unfortunately, he has off-thescale wide feet, shaped like flippers, which makes shoe-buying particularly troublesome. I had

him at vast expense - perfectly reasonable, black lace-up desert-boot style. I negotiated a deal with him - trainers to be worn three school days plus weekends and boots twice a week. But this was the chance his long-suffering older brother had been waiting for - he had finally found his Achilles' heel. "You've got problem feet," he whispered evilly as they set off for school, "those are disabled shoes." Adidas-man now point blank refuses to wear what they have christened the "duffer" boots. I am thinking of donating them to the seal house at London Zoo.

some shoes specially made for

## Today we save energy, tomorrow we save the world



EDITOR: ANDREW MARK DEPUTY EDITOR: COLIN HUGHES. ADDRESS: I CANADA SQUARE. CANARY WHARE. LONDON E14 5DL TELEPHONE: 0171 293 2000 OR 0171 345 2000 FAX: 0171 293 2435 OR 0171-345 2435

Food modification

New Year", 20 November).

in a temple in Kyoto is the original wooden statue of the three monkeys who can hear no evil, see no evil and speak no evil: precisely the attitude of the vast majority of the world's population to the effect of their lifestyles on the earth's climate. Next week, world environment ministers gather in Kyoto to face one of the central political dilemmas of our time. How can political leaders secure consent for policies needed to sustain anything like the present numbers of people on this crowded

Today, we report the latest evidence of the likely effect of human-made climate change on sea levels. The disappearance under the waves of several small island states in the Pacific is only one of the most dramatic consequences of societies' use of

energy from burning coal, oil, gas and wood. Politicians are, on the whole, slightly ahead of public opinion in understanding the science of climate change. One of Margaret Thatcher's least-remarked claims to

a place in history is that she was the first national leader to take global warming seriously. She thus made the first Earth Summit in Rio de Janeiro possible five years ago. In this, at least, Tony Blair can be proud to have followed in his mistress's footsteps, suddenly converting to the glamourless cause of cutting carbon dioxide emissions at this summer's followup summit in New York.

These grand gatherings were important in getting all the nations of the world to gree that Something Must Be Done. Now the hard part. The governments of the world have pledged themselves to sign a legally binding agreement at Kyoto, but the trouble is that they still cannot agree on what they should be legally bound to do.

Whatever is agreed next week will be too little, too late. Global warming is already happening, and more is already "in the system", in that the extra carbon dioxide is already in the atmosphere and will go co trapping the sun's warmth. And

the biggest contribution to global warming will probably come from fuels which ve yet to be burnt - but which inevitably will be - by the world's growing and increasingly industrialised population. We are afready halfway to hell in a handcart, and the ride is going to get much bumpier before the cart's headlong rush can be slowed down much.

President Clinton's willingness, then, to return the US's annual emissions of greenhouse gases to their 1990 level by 2010 is both hugely ambitious and not enough. Unless the US, the greediest gasgazzier, shows willing, no deal can be expected to stick. But how on earth will the expanding American economy, built on cheap oil, burn less fuel in 12 years' time?

Welcome, too, is the British Deputy Prime Minister's green diplomacy of the past few weeks as he has travelled the world chivvying and preaching the bad news message. Not only that, but John Prescott has said that Britain will go it

alone with more stringent targets than those agreed at Kyoto as an example to the world. That is fighting talk. But still the question is: How will energy use be cut? The energy-hungry juggernaut that is modern capitalism is not going to be stopped by a bunch of politicians signing

a piece of paper in a Japanese city.

The main answer is green take. The only non-coercive way to reduce demand for energy is to raise its price. The trouble is that this is hardly popular politics. The German social democrats once thought they had found the post-capitalist holy grail with the slogan "Tax Pollution, Not Jobs", a plan to cut tax on something we bave too little of, namely employment, and shift the burden to something we have too much of, namely pollution. But voters only saw the tax-raising, not the tax-cutting, side of the equation.

In Britain, we bave moved sideways in the right direction. The Conservatives instituted by stealth a policy of annual tax rises on petrol of 5 per cent more than inflation. The "tough choice" for Labour is to reverse its opportunistic opposition to VAT on domestic gas and electricity. We need to raise taxes on gas and, above all, electricity generated from fossil fuels, while protecting the poor. The economic and ecological arguments are overwhelming; here is a tax base that is buoyant and non-distorting. But the political argument can only be won by bold income-tax cuts piased towards the bottom end of the scale.

A big shift in the tax burden needs to be backed up by regulation, setting tougher minimum energy standards for electrical appliances and for home insulation. And by research into solar, tide and wind energy. Then Mr Prescott and Mr Blair could really hold Britain up as an example of how energy use could be cut without economic damage. That would be the best way to persuade the peoples of the world to open their eyes and ears to the dangers, and to open up a dialogue about what can be done.

Post letters to Letters to the Editor and include a daytime telephone number Fax 0171 293 2056; e-mail: letters@independent.co.uk E-mail correspondents are asked to give a postal address Letters may be edited for length and clarity.



food in Ethiopia is produced by smallholder farmers who use mostly their own farmers' varieties for seed. As shown by the three preceding years of fcod production being sufficient for domestic consumption, with even some for export, it is clear that it was not poor seed, which biotechnology would presumably improve, but civil war and excessive and uninformed government regulation of farming, that was to blame for the decades of persistent starvation.

There are still bungry people in Ethiopia, but they are hungry because they have no money, no longer because there hery. Heavy unseasonal rains have ruined a lot of this year's barvest and food will probably be short in 1998. But even transgenic crops would have suffered under such heavy harvest-season rains.

Those who oppose biotechnology may be undermining transnational corporations, but certainly not the smallholder farmers of Ethiopia. I am Africa's spokesperson in the negotiations on a Biosafety Protocol and on the revision of the International Undertaking on Plaot Genetic Resources. I strongly resent the abuse of our poverty to sway the interests of the European public in the debate on the means by which transnational corporations keep themselves wealtby at our expense.

TEWOLDE BERHAN GEBRE EGZIABHER Institute for Sustainable Development Addis Ababa, Ethiopia

Sir: Genetic engineering technology is being applied to strains of crops (for example, maize, cotton, soya beans) that are particularly responsive to high applications of chemicals, usually made by the same companies doing the genetic engineering (report, 20 November).

Meanwhile, early genetic engineering "successes" include a genetically-engineered soya bean that provoked an allergic reaction in people with an allergy to Brazil nuts, sheep genetically-engineered to grow faster but which died earlier, pigs genetically-engineered to grow faster which suffered numerous diseases, and the tomato that was genetically-engineered to stay firm but which proved to be almost impossible to harvest effectively. Now cotton farmthis year's failures of oew genetically-engineered cottoo

Not a great deal of encouragement to "the starving of Ethiopia" there. PETER MELCHETT Executive Director Greenpeace UK

#### Tory nationalism

Sir. It is a bit rich to find that the faction who threatened to bring down the last government on the European issue, split the Conservative Party and lost the last electico by a landslide, now insist on throwing out the first MP who objects to the party's new nationalist dogma ("Tory misery as MP quits", 22 November).

Last year, when they insisted that we bring the whole of the European Union to a halt unless it opened its markets to our suspect beef, I resigned my ers in the USA are suing over membership quietly because of my respect for all the party workers who had been such a support over 15 years and because there were still old colleagues who were carrying on the fight to keep the party to its pragmatic, inclusive traditions.

But the former Conservative and Unionist party is now the English Nationalist party, re-

pudiated by both Scots and Welsh. The whole issue of the single currency has been dehated, not on its merits, but co the myth of a national sovereignty over the pound which disappeared with the First

World War

In a country which has to accommodate English, Scots, Welsh and a million-and-ahalf Irish, as well as Asian and Afro-Caribbean minorities, nationalism is a dangerous creed. It cost 50 million European dead in two world wars. It is also contagious. My former German colleagues reported that their constituents were beginning to say, "If the English can be nationalist, why

nationalist?". Sir FRED CATHERWOOD Cambridge

cannot the Germans he

The writer is former MEP (Con) for Cambridge and North Bed-

#### Baby Benz tests

Sir: As editor-in-chief of the Swedish magazine that was the first to turn a Mercedes A-class upside down, I read Gavin Green's article "The first faltering steps of the Baby Benz" (15 November) with great interest.

There is, however, some misinformation in the article. My five reporters were not driving on an icy surface when the A-class turned over. The event took place on Bromma Airfield, just outside Stockholm, on a clear and sunny day on absolutely dry asphalt.

The A-class Mercedes did not carry five people and 800lb of luggage. The car was loaded to Mercedes' own figures for the maximum loading capacity. There were five people in the car plus 75kg of lead-filled bags, the latter being stored in the luggage compartment at the back of the car. Thus, our car had a much lower centre of gravity than most A-class drivers would have. as we put so much weight at the bottom of the boot.

Stritch magic

Sail Away for her.

Sir. In his engrossing interview

with the fabulous Elaine Stritch

(22 November), David Benedict

states that Noël Coward wrote

shows. Coward initially wanted

Kay Thompson for the role,

and only when she turned it

down was Stritch auditioned and

engaged. Which does nothing to

detract from Miss Stritch's mag-

ic, and gives an excuse to repeat

another Stritch/Coward story

with which the eccentric actress

once regaled the slightly shocked

Saturday morning audience of

Ned Sherrin's Loose Ends.

When Stritch arrived at a cock-

tail party unexpectedly attired in

formal wear, Coward took her

to one side and delivered the rep-

rimand: "I told you to behave

yourself, but not to look like a

fucking geography teacher".

PHILIP HOARE

London N3

As his diary for March 1962

Our test is a simulation of how a car behaves when you try to steer away from a child (or animal) that runs out in front of a car. We always start the test at a very low speed in order to get acquainted with the car's hehaviour. Then we increase speed. We drive all cars with a) the driver only and h) the car loaded to its limits according to the manufacturer's

specifications. During several decades of testing hundreds of cars, no other car has ever behaved as badly as the new Mercedes. Problems had already started during "warm-up", at approximately 50 km/h. The car turned over completely at approximately 60 km/h. CALLE CARLQUIST

Teknikens Värld magazinc Stockholm

#### British policing

Sir: People attending the antivivisection demonstration to which Susan Dickens refers in her letter (20 November) were searcaed under Section 60 of the Criminal Justice and Public Order Act. This was because we anticipated serious disorder. Our expectations were, unfortunately, accurate.

Evidence-gathering teams with cameras were used throughout the day. The evidence will assist us in identifying offenders who, during the demonstration, tore down a fence guarding private proper-ty, threw mist les at police officers and fought with them in a frustrated attempt to break into the farmyard.

Evidence ga hering and searches continued after the main demonstration was over. After demonstrations, groups of protesters carry out 'bome visits" which intimidate andividual employees of the farm at their home addresses. These have as much potential for trouble as the demonstrations themselves.

The fact that someone is middle-aged or elderly is no longer a guarantee that be or ipate in violence, disorder and attacks on police officers.

This is the state of the Britain that we police today. PAULINE M SYDENHAM Superintendent Area Commander Thames Valley Police Witney, Oxfordshire

#### French population

Sir: Might not a factor in the low growth of the French population from the late 18th century onwards (Comment, 22. November), be the fact that, at about that time, the French peasantry started owning land and that, co death, property was divided equally among heirs? ROBERT NOWELL

New Barnet, Hertfordshire

#### Wet technology

Sir: Gemma O'Connor (Letters, 21 November) asks why Esther Dyson, at the "cutting edge" of technology, does not publish her book on the Internet. I would have problems balancing the computer on the side of the bath ... M DAWSON London E17

## I raised a stink over my plate of rotten lamb, but the judge was too drunk to notice



The English are very good at grumbling, but very bad at complaining," said the restaurateur Enzo Appicella once.

What did he mean by that? Luckily, I was in his presence when he said it, so I could ask him to explain himself.

Well," he told me, "I know from having run restaurants for many years that the English hate to come to the management with their complaints. They will mutter at the table about how hadly cooked, or cold, or inferior, their food is, and they will go co muttering and whingeing, and they will show their displeasure by not coming back, but the one thing they will oot do is cause a fuss by complaining out loud there and

"Isn't that nice for you?" I said. "Doesn't it avoid involving you in unpleasant scenes?"

"No, it is not nice for me," he said. "If something is wrong, I want. to know about it. I don't want people to depart in silence and never come back. I want people to complain morel Otherwise I may oev-

er discover what is wrong."

I think he is right. I think as a people the British - all of us - are nervous of complaining vociferously. We moan, but we do not have the courage of our moaning. We would often rather leave the food untouched and have the plate taken away than make any commeot. I think I have only once in my life sent a bottle of wine back, and it was quite justified because it was horribly sour and sharp. The

waiter took it away in a flash and brought another one. It tasted exactly the same. Fine," I said nodding to him

to pour away. Weil, I couldn't send back two bottles in a row, could I? I'm English, aren't I?

The only time I can remember being in a restaurant where complaint became vocal was 10 years ago or more in York, in a very posh restaurant called The Judge's Lodgings, which I am sure has been wooderful ever since then but which that night served a lamh dish in which the lamb meat was beyond doubt dangerously past its eat-bydate. At first you don't believe that you have been served something so poisonous - you think that maybe it is meant to taste like this - but

I was finally pushed by increasing nausea to complain to the waitress and was amazed to hear a chorus from nearby tables of: "Yes, mine's off, 1co," and "I'm glad somebody else thinks it's off!"

About half the diners, it turned out, had ordered that dish and everyone had been thinking independently that there was something wrong with it. Nobody had liked to complain. But as soon as someone did complain, it opened the floodgates of communal displeasure, and the whole dining-room became friends, united by this bond of rebellion. I can even remember swapping addresses with the couple at the next table, though needless to say we never got in touch

agam. We are British, after all. (I say that the whole diningroom hecame friends. This is oot quite true. There was an elderly man in the corner with his mistress who was, as far as we could tell, a judge, and was clearly very drunk, so drunk that he remained completely unaware of the uprising going on round him, and also oblivious to the way in which everyone was listening to his conversation with the equally plastered girlfriend. At one point one of us dared to ask her if her main course was all right. She blinked and said it was some of the best chicken she had ever caten. The judge said: "I thought you were having steak, dear." She said: "Am I? Oh yes, so I ami", and they went off into peals of laughter and retreated back into their own private drunken world ...)

Needless to say, this accidentprone meal is fondly remembered by my wife and myself where other better meals have faded, in the same way that you remember that picnic with the wasps and the ants more clearly than all the others, and in the same way that we British remember the ignominious debacle at Dunkirk more than almost any other event in the Second World War.

I have suddenly remembered that this article was going to be a cold hard analysis of my current complaints, which are about waterproof hats and mobile phones. Tomorrow in a very un-English way I shall tell you how I became an ex-Orange phone user, and how I wish I had an address to send my Driza-Bone hat back to.

# 15/COMMENT

### The disturbing pleasure that we take from the death of a stranger



SA STATE OF THE ST

#### **THOMAS** SUTCLIFFE ON MICHAEL HUTCHENCE

I am going to confess to something rather disreputable. When I heard about the asyet-nnexplained death of Michael Hutchence, the lead singer of INXS, a little thread of pleasure was undeniably woven into my immediate response.

That sounds starkly cold-hearted, even given the contrite preamble, so I had better explain myself as hriskly as possible. It wasn't that I disliked Hutchence for any reason (or indeed that I thought about him at all, in between his periodic bouts with the tabloid press). And, though it seemed to me that Bob Geldof was the injured party in the marital break-up in which Hutchence played a leading role, my partisanship was nowhere near intense enough to gen-

erate vindictiveness about either side. These things Something in us happen, after all, and they rejoices at the are more complicated than newspaper accounts will death of stars ever allow for. What's more because we are I didn't feel strongly about the music Hutchence made still here to feast (I wouldn't bet a bus-ticket on my ability to identify on the exact an INXS track). So the litnature of their tle spark of satisfaction generated by this news had departure nothing to do with hostility or a sense of natural jus-

tice or even aesthetic relief. Of course the pleasure of these things is furtive and shamefaced. As soon as the light of your own conscience switches on, it scuttles for the shadows. Once you have had time to read the remarks of a bereaved father or think a little about the feelings of a spectrum of mourners, from lovers to fans, it can be almost impossible to coax it out into the open again. Indeed you can even doubt it was there at all. But was that first little leap of glee really just a figment of your imagination? Surely not. Something in us rejoices at the death of stars - not because we hate them or have ever wished them harm, but because we are still here to reflect on it, to feast on the exact nature of their departure. For the first time, perhaps, we can read about these paragons without even a whisper of inferiority tainting our interest. We cannot envy them now.

There is a trite proverbial level at which this operates - evidence that the old line about "Money not huying you happiness" is not just a consolatory fiction (as we all suspect at heart) but may actually be true. But there is something larger, too the irrepressible thrill of survival which runs through our veins with an atavistic power. The beast got him and missed us. And if you fear that you are alone in this

selfish appetite, you can take some reassurance from the general culture. Newspapers are not notable for devoting large amnunts of space to subjects that make their readers genuinely unhappy. On the contrary, they try to give people what they want - and what they want when a star dies (particularly when it happens prematurely or in unexplained circumstances) is in read all about it - every overlooked warning sign, every private anxiety that might have festered behind the public mask of contentment. In doing this, papers soothe a sore that they have created themselves - with the chafing rub of their daily fantasies of fulfilment and success.

Soap operas similarly know that the surest way in restore flagging viewing figures is to kill off one of the leading characters - and this is not just a punitive reminder that the audience cannot take these fictions for granted (the audience only drifts away from such programmes when they become complacently confident that all will be the same when they return). Such lovingly imagined deaths are also a blood sacrifice to our appetite for intensity and risk. We have, it seems, an irrepressible human desire to peer over the edge which is gratified by the catastrophes of others.

It figures in other ways, too - the weekend's newspaper predictions of an imminent financial crash in the Far East contained more than just a hint of schadenfreude - a sense that economies to which we had been

obliged to kow-tow for so many years may not have been quite so intimidatingly superior as we were led to believe. And the fact that their disaster might ripple out to engulf us, too, did not make these pieces any less engrossing - it was at the heart of their appeal, the promise of seismic events that would touch us directly. It is as if we need some sense of danger in our lives during times of predictable peace, as if we

want - fraudulently or otherwise - to increase the imagined odds against life, so that we can feel ordinary existence is a kind of winning in itself - not merely membership of that vast and undiscriminating club, the

In this respect, the paramount ohituary cliché may be at odds with our inher-Ited instincts. "The world is a smaller place without him," someone wrote yesterday about Michael Hutchence's premature death. That will feel true for many people, of course - those who were close to him or who had any kind of stake in the future he might have had - whether through something as substantial as intimate companionship or as trivial as an eagerly awaited new album. But I suspect that for many more people - even those who sympathise once they've thought about it - there is still some element in them that repudiates the valedictory platitude. Something in us something uncivilised and unrepentant recalls an ancient evolutionary calculation. It knows that the death of another doesn't necessarily diminish the world, but may well enlarge it - making it a place with just a hit more opportunity and just a bit less competition. It isn't an appealing truth, but it is a truth none the less - there is something enlivening in the death of stranger.

## Message from Wisconsin: nirvana is a job in a fast food joint



#### **POLLY** TOYNBEE WELFARE TO WORK

Think how a former welfare mother feels the first time she buys a pair of shoes for her child out of her very own pay cheque. How her chest swells with pride! Well, I want to bottle that feeling and make it Wisconsin's greatest export!" In his lakeside mansinn,

Governor Tommy Thompson is addressing a delegation of Europeans invited to bear the Wisconsin Gospel, and to take it home bottled like the waters of the Jordan, Indeed, in the 12 years since he was elected on a ferocious anti-welfare campaign against benefit scroungers and layabouts, Wisconsin has exported to most of the western world some form of its workfare experiments. Our own welfare-to-work programme, starting next April, was born right here. Five delegations of British Labour politicians have already been through here, for this is a welltrodden welfare nature trail.

The American way of welfare reform comes wrapped in rapturous language, ecstatic, hyperbolic and often lachrymose. Governor Thompson's anecdotes of welfare souls saved are bringing tears to his eyes. For this is about the remoralisation of society and the reawakening of the American dream for those deprived of it by dehilitating welfare handouts. Reform exponents talk with revivalist fervour of the life-changing, spiritual dynamic of tough love. We Europeans look a bit queasy at all this bornagain irony-free stuff: they are ialking, after all, about a job at Wendy's, not earthly paradise.

Does it work? That is the only question. The Governor gives figures showing that Wisconsin's workfare has cut numhers on benefit hy 70 per cent in 10 years. It is these figures that made the US government rush to legislate what is hilled as the End of Welfare. Their draconian new law came into effect last month, unthinkably ferocious to European ears. It removes all legal entitlement to welfare from now on, leaving it up to each state. Everyone has to work for benefits, even mothers with three-month-old babies. Any babies born to years' time, they whisper be-

welfare families get no extra money. Most alarming of all. nobody can draw welfare for more than five years over a lifetime. Last mouth that clock started ticking and the message is being blazoned from one end of America to the other - welfare is over, get a job or die.

The rest of the Western world is watching aghast yet fascinated. Most, like the British, are experimenting gingerly with some of this, but none so drastic. So in five years' time, when the time limit is reached, will there be starving, harefoot children dying on the streets of the world's richest country? Will crime soar? What of recessions? Is this finally the end of any social contract between the haves and have-nots in America?

Well, no, probably not. All is not quite what it seems. For when it comes to the crunch, the Right talks a big game on welfare, but faced with the complex realities they too realise that you cannot let families starve and hope to be re-elected in the modern world. Voters want something done about welfare, but they don't want dead baby headlines. So when you ask rightwingers what will happen in five hind their hands that if necessary the law will probably change again. Five years is a long time in politics and welfare legislation is always in a state of revolution as successive governments each try to do the impossible - get all the ablehodied into work while ensuring protection for all the genuinely helpless.

They say the rhetoric is

what matters. If you shout loud that there is no more welfare, then people hurry out and get themselves jobs. Many did just that when the law was passed. long before it was implemented. That happened in Britain when the tougher Job Seekers' Allowance was announced, long before it came into force. "They have to believe you mean it," said one adviser. They got jobs to save up their precious five-year entitlement."

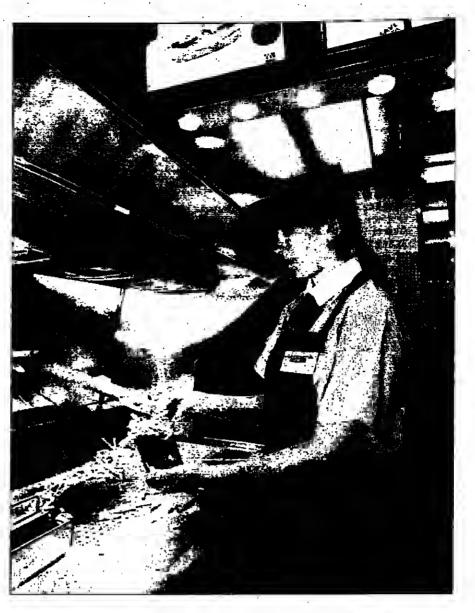
However, this programme is fantastically expensive - probably 60 per cent more than the simple benefit system it replaced. After all, our own very limited welfare-to-work scheme costs £3.5bn just for 18to 25-year-olds. First there is the childcare hill: if you force single mothers to work, you have to guarantee child care. At even greater cost, Wisconsin has guaranteed free health care to all the low-paid, and

still protect what will probably be enough people. As for forcing women with tiny habies to work, the Wisconsin scheme conveniently has a nine-month waiting list for infant childcare, and is quite happy to keep it that way.

The more detail was revealed, the more amazed I was by the mismatch between rhetnric and reality. The rhetoric is savage, but that's political cover for one of the most expensive attempts at lifting people out of poverty there has ever been. The curious coalition between right and left on welfare reform is because the right won the language, hut the left won the money. What exactly will happen in the next recession nobody knows, but for now, the money flows as more people flow back into work.

What lessons for the UK? What everyone wants to know is how many are taken off welfare for ever for every buck spent? That, I suspect, we shall never know. In the past 10 years Wisconsin's economy has boomed as never before, untouched by recession. Many of those who have left welfare would have done so anyway. But nobody knows how many. There is no doubt that many once completely unemployable people have been "saved": semi-literate lone parents whn had never ventured more than a few blocks from their home. with no idea how to read a map or bus timetable, have had their lives transformed by being taught these skills. In the end it is these inspirational anccdotes that keep the voters happy, for lack of hard data.

Do you need to sound as draconian as the new US law? We shall have some idea when our own New Deal for Lone Parents has been running for a few years as a voluntary scheme - hut without universal child care it won't be a fair comparison. Will the rest of Europe follow the American model? The chances are we will, cautiously, little by little. We will not dare be as tough, nor will we dare spend as much. As for results, every country changes its systems so fast and so often, while their economies fluctuate, that true evaluation will never be possible. But most experts now think that almost whatever you do to give individual personal attention to the poor has good



## GREAT LOOKING HAIR

help with transport, even buy-

ing them second-hand cars to

supported it. Secretly, it is the

greatest expansion in welfare

since the New Deal. Until

now, welfare payments had

heen cut well below the pover-

ty line with no chance of po-

litical support for anything

hut more cuts in the future.

Now, under cloak of the re-

moralising of the poor by mak-

ing them work, vast sums have

been channelled into helping

them. Most welfare families

are paid more since the flat

rate paid to all assumes three

children per family, while most

Hidden in the small print

there are all kinds of secret soft-

enings. For example, each state

can exempt 20 per cent of wel-

fare recipients from the five-

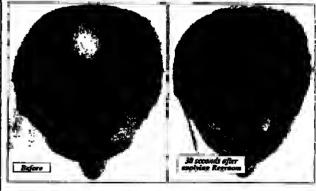
year time limit. So areas of

intractable unemployment can

have only one or two.

That is why the Democrats

get to a job.



### HALF PRICE TRIAL OFFER

One simple spray of Regroom gives hair a fuller, thicker, natural appearance instantly. Ideal for men and women of all ages. Regroom gently coats and matches each hair to give you added thickness and texture. Regroom will not flake or stain, but will conceal small bald patches and scalp show through so well, no one will even know you are using it. Regroom will stay in place until you choose to shampoo it away. Take advantage of this half price trial offer of only £7.95 a can (usually £15.95) Regroom comes in five natural colours. Fill in the order form NOW! Make all payments payable to QHR.

Unconditional Mooey Back Guarantee if not totally delighted. CREDIT CARD HOTLINE 0181-800 4256. (24 hours). Quest Hair Research Ltd. 100 Dalston Lane, London E8 ING. (All orders will be sear by return post in a plain package but please allow up to 7 days for delivery).

Please send me		coom at £7.95 + £2.05 P&P	Cul welc
	DARK BROW	'N □ BLONDE/LIGHT BR	OWN
1 enclose Chequei	PO for £	_made payable to QHR.	
Signature		Expiry Date	
Name			
Address		·	
	2	Post Code	

## When one region's history is another region's oppression



#### LIZ NASH A LESSON FROM SPAIN

As the United Kingdom prepares to unlock its tight centralised unity by giving Scotland and Wales their own assemblies, the government in Spain tries to tighten the leash. Not by arms and taxes - the traditional way Madrid has exercised power over its rebellious regions - but by the teaching of history.

The conservative education minister, Esperanza Aguirre, wants every Spanish child to learn a curriculum that emphasises the "unitary character of Spain's past". The proposal, launched in the form of a decree, has whipped up a storm of outrage among the proudly independent Basques and Catalans,

who say it tramples on their linguistic and cultural identity. Now the Andaluces and even the Canary Islanders have joined them in rejecting the plan.

Perhaps more than most Europeans, Spaniards tend to put regional loyalties above their loyalty to their country. which is hardly surprising in a land where regions have pushed around the people of other regions for more than a millennium. The minister's proposal

seems a curious volte-face in Spain, which has for some 20 years established a more-or-less harmonious relationship between 17 autonomous reglons and the authorities in Madrid. This was achieved through a pragmatic experiment in home rule that handed out varying dollops of devolved power. The parcels of power varied in size according to the decibel-level of nationalist screams from the regions, so the Catalans, the Basques and the Galicians got most, including the right to determine 45 per

cent of their school curriculum. Fundamental was the recognition that cultural and political references common to all Spaniards don't have to be identical. This understanding lay behind the democratic constitution of 1978, which sought consensus, rather than to impose the vision of one half of the country upon the other. The aim was to overcome the fear. resentment and lust for revenge created during 40 years of Franco's dictatorship - which everyone realised could have torpedoed the democratic transition from the start.

Translated into the history lesson, this meant that King Ferdinand and Queen Isabella, whose expulsion of the last Moorish king from Granada in 1492 was conventionally depicted as the climax of a predestined process of unification, were now seen as the forgers of a new European state, bullying a clutch of independent nations into line.

The only "unitary" aspect of this clash of interpretations is the names, the dates and the battles. The real stuff: who did what to whom, who benefited and who suffered, takes on a completely different shape according to where you are standing. Regional spin doctors, free for the first time in generations, sometimes centuries, to write their own story, natural-

ly spin it to their own advantage. So, depending on where in Spain children go to school, they might learn that Ferdinand

was a King of Aragon who, for the first time to embody a . through a shrewd marriage,. came to rule Spain. Or a Spanish king who ruled Catalonia. Or a sprig of the Castilian aristocracy who inherited the Aragonese crown. Or that the kingdom of Aragon was based in Catalonia, and that his name was actually Ferran. The Catalans now scent the

dead hand of authoritarian Castile trying to turn the clock back to the days when Castilian monarchs regarded Catalonia as a possession whose wishes could be ignored. The minister's hig mistake was to have announced her new rules without regard to the Catalans' ancient oath to their monarch that still governs their approach to political pacts today. This is the sacred principle of "If not, not": "We who are as good as you, swear to you, who are no better than us, to accept you as our king and sovereign lord, provided you observe all our liberties and laws - but if not, not". Catalans don't want a decree,

they want a treaty. People's identity is forged by how they perceive their forebears were treated, and Catalans have no objection to being Spaniards (albeit, in their opinion, a superior kind of Spaniard) if they are allowed to be heritage, the southern Social-

Catalan. When the Catalan leader Jordi Pujol told Mrs Aguirre that he would find it "impossible" to implement her "one-sided vision", he meant that she was breaking the pact and inviting confrontation. The Basques, who for centuries subjected their rulers to similar strictures beneath the ancient oaktree of Guernica, thought the same.

The "if not, ant" principle also underlines the sense in Spain's regions that their dereccratic habits and institutions are stronger and more deeply rooted than those of the centre. Castile, which has never had a great reputation for tolerance or democracy, is described by the historian JH Elliott as "supine and priest-ridden" for much of Spain's galden age.

Hence, in a particularly clumsy step, the minister has stumbled over one of the two major fault-lines that has cleft Spain down the years: between the regions and the centre. And she has managed to weld together, in opposition to her, the other important split between the political right and left. While the Conservative rulers of Catalonia and the Basque country complain that she is ignoring their national

ists accuse her of imposing a fascist agenda.

Within the ruling Popular Party are those who cling to the ideal of a centralised Spain, united and undivided, that was so dear to Franco; they hold that this devolution lark has gone too far. In a startling transformation, the party suddenly came over all antonnmyfriendly the moment it won general elections in March last year and realised it needed Catalan and Basque MPs to form a government. Many couldn't stomach it.

Mrs Aguirre, stunned by the force of opposition to her plan, is swiftly rewriting her own history. She is open to suggestions, she says. It is only a draft for consultation. Perhaps the word "unitary" was "unfortunate". If anyone wants to substitute the word "common"

she'd go along. If history is written by the winners, Spain's ruling party will have to wait until it has an absolute majority before issuing new textbooks. Even then, it wil probably find that any attempt to squeeze the toothpaste of autonomy back into the tube would provoke the kind of national revolts that most Spaniards thought they had

## Michael Hutchence

Michael Kellen Hutchence. nger, songwriter and actor: born Lain Cove, New South Wales 12 January 1960; (one daughter by Paula Yates); died Sydney 21 November

Antipodean bands are always treated somewhat patronisingly by the rest of the Englishspeaking world. INXS, whose charismatic frontman Michael Hutchence was found dead in a hotel room in Sydney at the weekend, overcame early media resistance to become one of the biggest bands of the late Eighties and early Nineties with sales of 30 million records.

In the space of five years, they went from playing bottom of the bill with Queen (in 1986) to headlining Wemhley Stadium (in 1991). Yet, over the course of 20 years, the incessant touring (a reported 3,500 concerts) took its toll on the group. Hutchence's rock-god persona and the constant tabloid focus on his relationships with the singer Kylie Minogue, the model Helena Christensen and, especially, the television presenter Paula Yates shifted the attention away from the band's hrand of tight, clipped funkrock and anthemic hallads. INXS were working hard to recover lost ground with a comeback tour estitled "Doo't Lose Your Head" after a track featured in Face Off, the latest John Woo movie starring John Travolta and Nicolas Cage.

Michael Hutchence always led a peripatetic existeoce. Four years after his birth in Sydney, his wine-importer father moved his husiness to Hong Koog. There the young Michael was something of a model pupil at the King George V International School. But when the family returned to Australia in 1972, he found the going tough and was saved from being bullied by classmates when

The pair became friends: they shared a love for the music of Elvis Presley, John Lee Hooker, James Brown, Aretha Franklin. Andrew played keyboards and guitar and Michael sang along. Michael's parents later separated and he followed his mother to California for a couple of years. But he returned in 1976 and soon formed a band with Andrew Farriss and Garry Gary Beers on bass.

At the same time, Andrew's older brother Tim was playing guitar in a succession of groups with Kirk Pengilly (on guitar and sarophone). Joining forces io 1977 and adding their younger brother Jon on drums, the outfit became simply known as the Farriss Brothers and started to tour the lucrative pub circuit. In Australia, the pubs are huge hangar-like venues sometimes packing up to a thousand locals and the band honed their craft playing several sets of rock covers in front of boisterous crowds every night. Perth was an early stronghold and they briefly moved there in 1978.

Returning to Sydney with the monicker INXS, the sextet signed to the small Deluxe label and released their début alburn in 1980. After the success of Underneath the Colours oo RCA, the band moved to Atco for 1982's Shabooh Shabooh, which became their first album to be picked up overseas by A1lantic in the United States and Mercury in Europe.

"The One Thing" and "Don't Change" were favourites on US college radio in 1983 and INXS gained early exposure on MTV and became minor oew-wave stars. The following year, they added a dash of dance and funk to their rocky sound and, under the guidance of the producer Nile Rodgers (of Chic fame), cut the infectious "Original Sin" for The Swing, the track became a Top 60 hit in the US and ooe Andrew Farriss intervened. a major hit in France. Nineteen eighty-five was their breakthrough year, with an appearance live from Anstralia on Live Aid as well as the heady "Listen Like Thieves", their first Top 15 US hit single and the title track of their fifth album.

The group were moving steadily up the ladder of rock'n roll success. In the summer of 1986, "What You Need" reached number five in the US and INXS appeared at Wembley Stadium. They were propping up the bottom of a bill also comprising the Alarm and Status Quo and headlined by Queen. Michael Hutchence, part Mick Jagger, part Jim Mor-rison, all long hair and leather trousers, proved a commanding, exciting frontman and won many a wavering spectator over. INXS were soon catapulted into the superstar category with the mega-selling Kick.

The Roxy Music and Sex

Pistols producer Chris Thomas was one of the catalysts behind the 1987 album, which spawned four transatlantic hit singles: "New Sensation", "Devil Inside", "Never Tear Us Apart", "Need You Tonight" (the latter their only US chart-topper), won the group five MTV awards and two Grammy nominations, sold nine million copies and stayed in the British charts for nearly two years. Hutchence's gyrating performances and yearning vocals further established him as a sexsymbol and frootman to rival U2's Bono.

Riding their wave of popularity, the INXS frontman had already started as Sammy No Brain, a drug-crazed punk singer, in the 1987 cult Australian film Dogs in Space (directed by Richard Lowenstein). Two years later, he appeared as the romantic poet Shelley in Roger Corman's Frankenstein Unbound and concocted the Max Q project with Ian "Offie" Olsen.

Regrouping in 1990, the sextet stuck to their winning formula with X and its selection of



Hutchence: a rock-god persona. 'Rock 'n' roll,' he said, 'is the perfect scenario for

smashes: "Suicide Bloode", "Disappear", "By My Side" and "Bitter Tears". The following year, the group headlined Wembley Stadium and marked time by issuing its concert performance on the Live Baby Live set. But the law of diminishing returns was already affecting their popularity. The US market was losing interest and the group peaked in the UK with the dance-orientated Welcome To Wherever You Are,

INXS had often experimented with club remixes but they now looked to be following in the footsteps of Primal Scream, Happy Mondays and

a oumber one album in 1992.

U2. 1993'a Full Moon, Dirty Hearts only generated one Top 15 single ("The Gift") and their Greatest Hits collection, although somewhat successful the following year, confirmed the impression that the band was drifting creatively and on a personal level too.

When Paula Yates left her husband Bob Geldof for Hutchence in 1995, the British tabloids declared open season oo the oew couple. Hutchence was provoked and turned on a couple of paparazzi. His decadent life-style made him an easy target and, with Yates (by whom last year he had a daughter, Heavenly Hiraani Tiger Lily), he considered a switched from kick-boxing and permanent move to Australia. Hutchence should have

beeo a happy man. He owned houses in London, the South of France, Sydney and Hong Kong. But the last couple of years had been a struggle. He had managed to contribute to No Talking Just Head, an album by the Heads (Chris Frantz, Tma Weymouth and Jerry Harrisoo of Talking Heads fame, without David Byrne but with guest vocalists like Black Grape's Shaon Ryder and Deborah Harry).

However he never completed work on his longrumoured solo sessions and going to the gym to nights out on the town boozing and popping pills. The recent Elegantly Wasted album had proved a disappointment and the critics routinely rounded on INXS in their reviews. "Ever since the success of Kick, I've heeo terrified of being lumped in with bands that were popular but are now extinct," Hutchence said. We come from a generation where there aren't many

Michael Hutchence will be remembered for his sexual magnetism and animal presence and some of the last 10 years' most memorable hit sin-

SULVIVOIS."

gles. A 1993 interview with Q's Adrian Deevoy shows the compelling frootmao was fully aware of his talent and also of : his limitations. "I really am a fucking great rock star," he said, The others are pretenders. They have choreographers and people to do their hair, make-up artists, managers who tell them what to wear. I've nev-er done that. Ever. Rock n'roll for me is more than about music. It comes from a thousand years ago and a thousand years in the future, if that

makes any sense ... Rock n'roll is the perfect scenario for people who need a lot of attention who were ignored as kids. It's the most indulged, ridiculous sitnation. It used to be that as a rock star everyone was happy if you

— Рієте Ретопе

500 VE

Branch State State

. -رسين ڇتنا

### **Robert Simpson**

Robert Wilfred Levick Simpson, composer and writer: born Learnington Spa, Warwickshire 2 March 1921; married 1946 Bessie Fraser (died 1981), 1982 Angela Musgrave; died Tralee, County Kerry 20 November 1997.

Robert Simpson was arguably Britain's most important composer since Vaughan Williams; he was certainly ooe of the century's most powerful and original symphonists anywhere.

He was born in Leamington Spa in 1921, son of an English father and a Dutch mother. His parents intended him for medicine, bot music was the stronger calling - although, as a conscientious objector, he did serve in a mobile surgical unit during the Second World War. From 1942 to 1944 he studied under Herbert Howells in London, and took his DMus at Durham University in 1951, presenting his First Symphony (in truth, the fifth he had composed; he rejected the first four) for the occasion.

His first public activities were with the Exploratory Concert Society he founded in Loodon after the war, where, with Donald Mitchell and Harold Truscott, he would present music by composers he felt were undeservedly neglected. In 1952 he joined the BBC as a producer. He spent the next 28 years there, becoming one of Britain's best-known broadcasters, his low, gravelly voice articulating penetrating insights into the music of the composers he most admired: Bach, Sibelius, Nielsen, Bruckner and, above

all, his beloved Beethoven. Robert Simpson was one of the finest writers oo music that the English language has yet produced. His prose was uncluttered, his metaphors direct and highly imaginative --and ofteo extremely funny and his command of the subject unfailing. In the Preface to his

1967 study The Essence of Bruckner, he wrote that "the inner processes of music reveal themselves most readily to another sympathetic composer", a remark constantly vindicated by his steady stream of discoveries, particularly in the music

of Beethoven But he was oever an academic theorist: he was a communicator, hecause he cared passionately about the music he admired, and his articles and hroadcast talks were all intended to let the reader/listener perceive for himself the musical procedures at work. Describing a change of key in a Sibelius symphony, for example, Simpson would add: "But it doesn't matter if you can't tell E minor from a rissole" - the important thing was that you could hear, feel, the effect it produced. There is no missionary, hectoring zeal in his writing, simply the firm belief that good music could do

its own convincing. His views were indeed held firmly. He was a lifelong socialist and pacifist, and his move to south-west Ireland in the early days of the Thatcher era was encouraged by the fact that Ireland did not have a ouclear arsenal. Having joined the BBC at the heyday of the Third Programme, he was appalled at the degeneration of its standards; like his friend Hans Keller, he saw the corporation as the ideal means of communicating the values he held to be important -- not because of any cultural snobbery but because they both believed deeply in the

civilising force of great art. The hreaking-point came in 1980, when the BBC attempted to make swingeing cuts in its orchestral resources, occasioning the musicians' union boycott of BBC work that summer. Simpsoo resigned, writing in a letter to the Times that he could no longer work for an institution whose views he no

longer respected. Robert Simpsoo was also a

powerful force in promoting feilow composers in whose music he believed. The British discovery of Carl Nielsen in the 1950s owed more to Simpson's committed advocacy than any other factor. And the emergence of Havergal Brian into the public consciousness came about thanks to a chance eocounter with the score of Brian's Eighth Symphoty in 1964, when its composer was 78. Simpson was so impressed that he arranged for the work to be performed by Sir Adrian Boult and the London Philharmonic Orchestra; and with time he determined that the BBC would perform all of Brian's symphonies - 32 by the time Brian died, after an astonishingly creative Indian summer unleashed in good measure thanks to

Simpson's encouragement. But for all his prominence in British musical life it is for his own music that Robert Simpsoo will be remembered. He completed I1 symphonies, coocertos for violin, piano, flute and cello, 15 string quartets, a good oumber of other chamber pieces, a substantial corpus of works for brass band. two choral compositions and a handful of oone the less size-

able pieces for piano and organ. Most of these works employ the structural principle that makes his music so singularly compelling: the tension between opposing tonalities - n reflection, perhaps, of the vast tensions that inform Simpson's hobby, astronomy. Over time, Simpson moved away from the pitting of ooe key against another, instead, he hegan to examine the geoerative power of an interval or series of intervals - though the cootrolling grip of key still gave his music a

contemporaries ever achieved. The ability of tonal conflict to generate tension and momentum first occurred to Simpson not through the music of Nielsen, whose symphonies had

sense of purposiveoess and



'It doesn't matter if you can't tell E minor from a rissole': Simpson - a composer who ploughed his own furrow - in 1984 Photograph: Suzia Maeder/Lebrecht Collection

developed along similar lines, hut via the oegative example of Schoenberg - surprisingly, in view of Simpson's aversion to his music. Simpsoo was struck by the fact that Schoenberg's Piano Concerto seemed "fixed to a tonal centre, which loomed periodically hehind the murk, and was deliberately avoided at the end", and he felt that he could make a more positive use of this phenomenon; "I wanted to find a way to make tonal centres react against each othdirection that very few of his er, not to make non-tonality react against tonality. I felt (and still feel) that to try to anaes-

It was after Simpson had embarked on this path that he encountered the music of Carl Nielsen, which so impressed him that for months he couldn't compose: he felt that someone else had said it all before. But with the first British performance of the First Symphony, under Boult, in 1954, it was clear that an important new voice had entered British

Edmund Rubbra - another composer whose works, like Simpsoo's, were marginalised by the modernist orthodoxy that ruled musical life in Britain and abroad from the 1950s until the 1970s - commented on the strength of purpose and

clear sense of direction of Simpsoo's No 1:

There is not a trace of diffidence in facing the issues of symphonic thought; indeed, to write a symphony in one continuous movement lasting about 26 minutes argues an assu ance that is usually arrived at late in one's composing life.

Ruhbra continued with a description that applies to Simpsoo's style throughout his oearly 50 years as a composer: The music is rugged and uncom-promising but intensely logical in its thought and if there are more than occasional echoes of Nielsen in it, both in the scoring and the actual music, it is an influence that has been so absorbed and transmuted that one is aware of an artitude rather than

Simpsoo's music almost al-

quartet, the trio - since he was acutely aware of his responsihility to the traditioo in which seemed under fire from the Darmstadt radicals who claimed that the symphony was dead. As a result, there is almost nothing in his output that is "easy" - no suites (some early incidental music apart), no songs, no concert overtures; instead, Simpsoo used those large spaces to grapple with particular compositional problems, of-

ten with considerable ingenuity. The slow movement of the Second Symphony, for example, is a fairly strict palindrome. And his early (1948) Variations and Finale on a Theme of Haydn took a palindromic minuet of Hayda's as the basis for variations that are themselves palindromic. He expanded this idea in his huge Ninth Quartet of 1982: an bour-long set of 32 palindromic variations and fugue on that same theme - one of the most difficult pieces in the quartet repertoire, and also one of the most deeply moving. Ten years earlier, the Fourth, Fifth and Sixth Quartets (1973-75) formed a unique homage from one composer to another: as Simpsoo put it, they "constitute a close study of Beethoven's three Razumovsky Quartets, op 59, that is to say, the attempt to understand those great works resulted in

not a verbal analogy but music". The 50-mioute Ninth Symphooy (1986-87), the work Simpson himself regarded as his greatest, is huilt in a single tempo, over a single basic pulse; what the listener perceives, of course, is not some stale compositional technique but an enormous organic construction of terrifying power.

The emergence of Simpson's music into the limelight began in earnest only to the 1980s, with the formation of a Robert Simpsoo Society (its ar-

ways took the larger forms of chive is held at Royal Holloway Western classical music - the College in Egham) and the inisymphony, the quintet, the tiation of the near-complete survey of his music on the Hvperion label - a courageous undertaking for this then small he worked, especially as it theo company. The award-winning CD of the Ninth Symphony was sponsored mainly by the Rex Foundation of San Francisco. a front for the charitable activities of the rock group the Grateful Dead, the source of much help for British music over the last 15 years or so (Simpson immediately referred to himself as "the grateful living").

Simpson had been composing vigorously since leaving the BBC and looked set to have a productive retirement oo the south-west coast of Ireland when, in 1992, he suffered a massive stroke that left him partially paralysed and in constant pain. With the valiant, unflagging support of Angela. his second wife, he managed to complete his Secood String Quintet, but the flood of new works was over. He had, at least, the satisfaction of seeing his status assured - though he never courted approval, never used his status as a senior producer at the BBC to push his own music; with the cussed determinatioo that characterised his friend Havergal Brian, he simply ploughed his own furrow until the world caught up with him.

Yet Simpson's music is oot "difficult", even if it does demand concentration from the listeoer. And at its best it has a visceral excitement that is hound to evoke a physical reaction in its audience: the Fifth Symphony, for example, is a ferocious explosion of eoergy that could easily match the century's other major Fifths -Sibelius', Nielsen's, Shostakovich's - in popularity if it were giveo sufficient exposure. The music, indeed, is like the man: toogh and uncompromising, its stubborn integrity ofteo illuminated by a fleet wit and

surprising geotleness. - Martin Anderson

**DEATHS** THOMSON: On 20 November 1997. Dr Colin Thomson, after a brave fight against myeloma. Deanly loved hus-band of Maureen, dear father of Gary, Michael, Frances and Catriona. dearest papa of Jemma. Jamie and Sophic. Funeral service at St Salva-

BIRTHS, **MARRIAGES** & DEATHS

ton's College Chapel, North Street, St Andrews, on Titesday 25 Novem-ber at 1.30pm, afterwards to West-ern Cemetery, Family flowers only. Donations if desired to Internation-al Myeloma Foundation, 9 Gayfield Square, Ediaburgh EH1 3NT. FOR BIRTHS, MARMACES & DEATHS, tele-

Birthdays Mr David Blakey, Chief Constable, West Mercia, 54; Mr Ian Bothara, cricketer, 42: Mr Lynn Chadwick, sculptor, 83; Mr Willy Claes, former

Secretary-General of Nato, 59; Mr

thetise the listener's tonal sense

was to deny oneself a powerful

Beryl Cooper QC, a Recorder of the Crown Court, 70; Mr Patric Dickin-son, Richmond Herald of Arms, 47; Miss Elisabeth Fisher, circuit judge, 53; Miss Geraldine Fitzgerald, film actress, 84; Miss Susan Gilmore, ac-tress, 43; Miss Sue Higginson, head Billy Connolly, comedian, 55; Miss of the Royal National Theatre Stu-

dio, 54: Mr David Kossoff, actor, 78; General Sir Richard Lawson, farmer Commander-in-Chief, Allied Forces, Northern Europe, 70; Professor Sir Claus Moser, Chancellor, Keele University, 75; Mr Charles Osborne, author, 70; Miss Vivien Saunders

golfer, 51; Mr Andrew Stunell MP, 55.

ROYAL ENGAGEMENTS

For reasons of space, today's CASE SUMMARIES have been held over

## 17/SHARES

## EMI shareholders looking for a little spice are likely to be disappointed

WEEK AHEAD



CATHY NEWMAN

The Spice Girls may have only just lost their shine, but EMI, their record company, has been under the weather for quite some time. During the past year, the group has been underperforming the sector by around 20 per cent while it has been lagging behind the All Share Index by as much as 40

The group reports interim results tomorrow and the oews is not expected to be good. Analysis' pre-tax profits forecasts range from £70m to £73m, compared with £112.5m last

likely to hit the group's sales has not materialised. io the Far East. EMI has been

consequently fearing the worst.

Although curreocy and economic factors are beyond point out that some problems have been of the company's own making. For example, a few institutional investors have been disturbed that Ken Berry, president of EMI Record Music, appointed his wife as a EMI's share price and will top dog at EMI's Virgin Records business in the States

at the end of September. Another worry is that EMI is indicating profits from several, unspecified, new releases will There are several reasons not be included in the interims for the shortfall. The strength as some release dates have of sterling is one of the biggest been put back from the third to problems faced by EMI. And the fourth quarter. Analysis to make things worse, the tur- are troubled that the promised bulence in the Asian market is array of fabulous oew releases

The final cause for concern

The Spice Girls' latest work. Spiceworld, has reportedly not been a great success, although, EMT's direct control, observers as the album was not released until after the end of the half year, the effects of lower sales will oot be felt until the next batch of results. Bad sentiment

about the Spice Girls' future

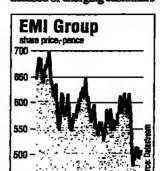
bas undoubtedly damaged

continue to do so while ru-

mnurs of friction between the band members do the rounds. There are glimmers of hope for EMI, though. Trade in continental Europe is starting to pick up while the music publishing arm is showing good growth. In addition, some would say the picture is oot as dismal as it might be as EMI was over-rated before it split

from Thorn, the rentals group, in August last year.

analysts say, and City folk are singers such as Janet Jackson. on Tuesday and is set to prove even more depression for sharebolders than EMI. Profits before tax and exceptional items are likely to fall in the regioo of £47.5m to £60m. against £79.3m the year before. Analysts are finding it hard to look on the bright side, especially as legal problems in America rumble on. Thorn is accused of charging customers



inflated interest rates and stock was in demand at the end there are seven outstanding cases in five different states. The legal costs could prove extremely damaging, say analysts. The impact of the increase

in insurance premium tax (IPT) is another thorn in the company's side. IPT was raised from 2.5 per cent to 17.5 per cent in January. Thorn has had to put up UK reotal prices by 6 per cent as a result, which has further eroded the advantages of renting over buying.

The receot disposal of Fona, the Danish retail chain, for £76m is expected to artificially inflate profits, as analysts say the transaction has been backdated so it can be included in the interims.

Utilities are the other big feature on the reporting landscape this week. Severn Trent is one of the first off the block tomorrow, and as a result the

of last week. Analysts are looking for interim pre-tax profits of between £187m and197m, compared to £202m a year ago. The City is boping Severn may provide news of acquisitions or a share buyback to improve the efficiency of its

balance sheet. Severn has been criticised for its failure to act decisively over expansion, but it has received praise from the regulator for its progress on reducing leakages.

Also reporting interims tomorrow is National Grid. The market expects pre-tax profits to come in at between £224m and £234m, down from £292.7m last year. NatWest Markets, the house broker, says the spotlight will be turned on Energis, which is due

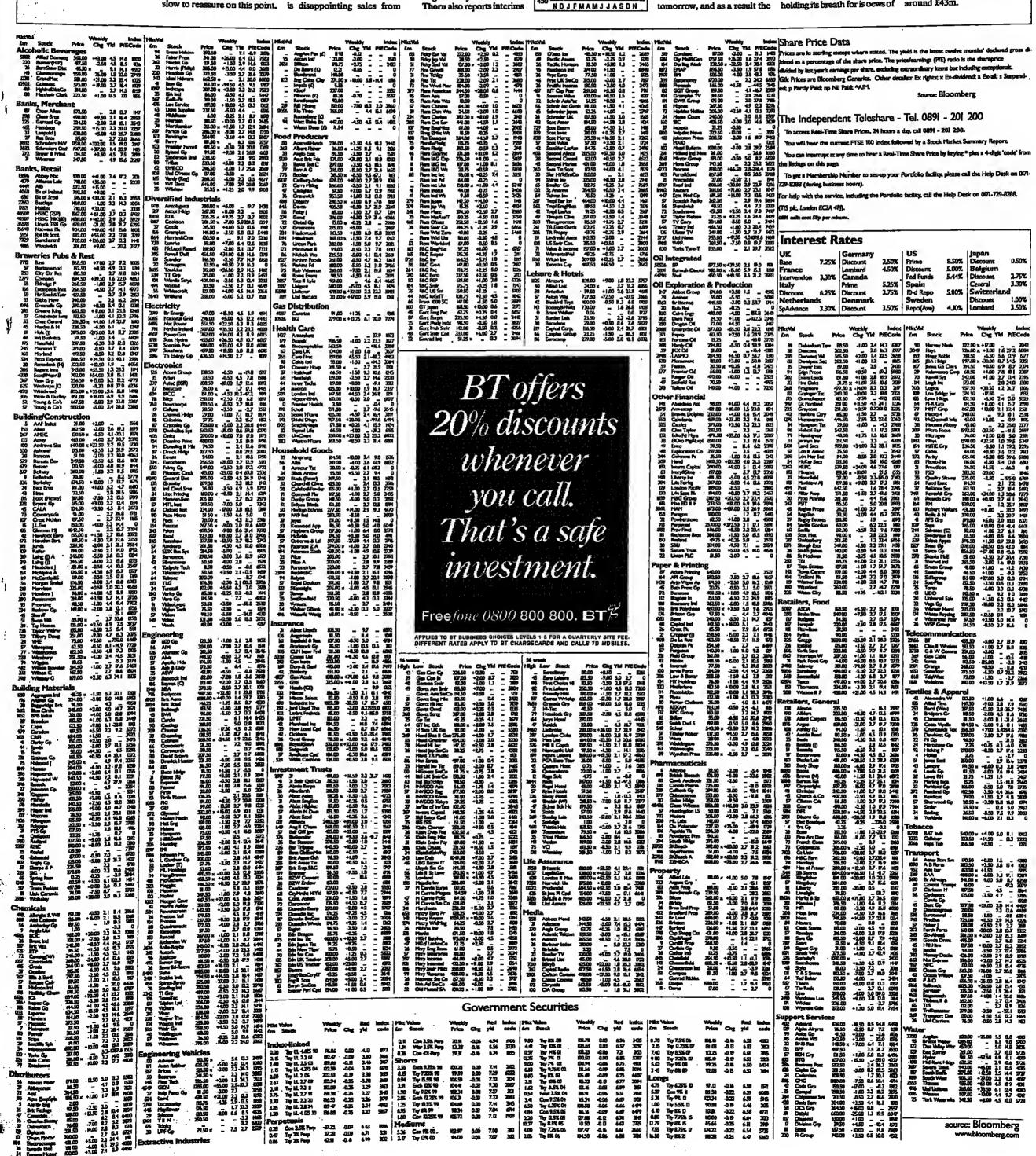
But what the market is really

the strategic review at United Utilities. The chief executive, Derek Green, who was appointed after Brian Staples' sensational exit in July, is likely to tell shareholders of cost-cutting plans. Sir Desmond Pitcher, the outgoing chairman, may also have something to say in his valedictory set of results.

Analysts anticipate interim pre-tax profits in the region of £230m to £240m, up from £224m last year.

Tate & Lyle reports full-year results on Wednesday. Pre-tax profit forecasts range from £138m to £150m, compared to £276.3m the year before. Sterling has hit the company hard.

The next day, Wolverhampton & Dudley, the UK's biggest regional brewer, anoounces figures for the year to September. Analysts are expecting flat pre-tax profits of



## Japan acts to stem financial crisis with Yamaichi bail-out

Brokerage applies for closure amid suspicions of £1 bn concealed loss

In an effort to avert fresh panic on the international markets, the Japanese authorities were last night racing against the clock to thrash out a deal to bail out the customers of Yamaichi Securities when the stricken brokerage announces its demise this morning with debts of \$24bn. Richard Linyd Parry in Tokyo reports on the country's biggest financial failure

It now seems certain that Yamaichi, one of Japan's "Big Four" brokerages, will apply today for voluntary closure. amid growing suspicions that the company illegally concealed almost £1bn of losses in the Cayman Islands. The governor of the Bank of Japan. Yasuo Matsushita, will deliver a statement today promising unsecured loans of several billion dollars to protect Yamaichi's customers in a concerted attempt to restore international confidence in the country's financial sector before the Asian markets begin trading.

since the war and the

efforts to contain it.

Global confidence in Japan's financial system has been drastically undermined since the bankruptcies earlier this month of Sanyo Securities and of Hokkaido Takushoku, the country's tenth-largest bank.

Although the Tokyo Stock Exchange is closed today for a public holiday, financial markets in Hong Kong, London and New York are braced for a rocky ride as the world waits to see how Japan plans to shore up its crisis-ridden banking sector. temporarily transfer trading loss-Analysts were last night fore- es from one client to another so casting heavy selling of the yen and equities and buying of US government bonds. In the unlikely event that the Japanese with a commitment to protect depositors, shares could be expected to plunge even more and cost it several big customers. steeply on the foreign markets, thus adding to the likelihood of further bankruptcies.

Sliding stock prices are one of the factors putting pressure on Japan's banks, several more of which are believed to be near collapse under the weight of bad loans left over from the boom days of the 1980s "bubble economy" and the collapse of several Asian tiger economies in recent months.

Over the weekend, any hopes of saving Yamaichi evaporated as the American credit agency, Moody's, downgraded the brokerage to junk bond status, imposing an intolerable credit squeeze on the business and effectively depriving it of funding. The company is expected to leave some ¥3 trillion (\$23.8bn) in debts, making it Japan's biggest business failure since the war, If the debts of other firms in the Yamaichi group are included, the liabilities could be as high as \footnote{1}6 trillion.

Over the weekend, an official of the Ministry of Finance said there were suspicions that Yamaichi had concealed more than ¥200bn in off-the-book debts, although other reports put the figure as high as †260bn. Kyodo news service quoted sources in the company as saving that these bad been hidden in four or five dummy firms in the Cayman Islands.

They were apparently hidden from regulators by an illegal practice known in Japanese as

es from one client to another so that none ever has to declare them on its books. Before the news of its imminent collapse, Yamaichi was being investigatgovernment fails to come up ed for illegal payments to a corporate racketeer, a scandal which damaged its reputation

> The hidden debts are being investigated by Japan's Securities Exchange Surveillance Commission, but their disclosure once again raises questions about the stringency with which the Japanese authorities supervise their financial sector.

> In 1995, the Ministry of Finance was embarrassed by the discovery of huge trading losses at Daiwa Bank which had zone undetected by inspectors for 11 years.

"As for what caused these off-balance sheet liabilities, that's something that will bave to be cleared up by subsequent investigation," said Atsushi Nagano, the director-general of the Ministry of Finance securities bureau.

Even if Yamaichi is disposed of in an orderly way, the Japanese financial sector will remained extremely fragile, with more collapses inevitable as the country opens up its markets to foreign competition. Businessmen, investors and the US government have made it clear that they expect the government to stabilise the situation by using public money to help banks write off their bad debts. But the use of public money to bail out mismanaged companies is extremely unpopular with voters.

The demise of Yamaichi will affect 260 staff in its Londonbased securities arm, Yamaichi International Europe, but there tobashi, whereby hrokerages found for Yamaichi Bank UK. a financial crisis before the markets open today



are hopes that a buyer can be Yamaichi's Tokyo headquarters: Scene of frantic attempts to work out a deal to avert Photograph: Ion Herskovitz/Reuter

## Pacific Rim leaders sign \$1.5trn trade deal

Ministers from Pacific Rim countries yesterday agreed a \$1.5 trillion trade liberalisation deal and the creation of an Asian emergency fund in a bid to restore investor confidence in the ailing region. Mary Dejevsky reports from Vancouver on the fear hanging over this week's Asia Pacific **Economic Co-operation** summit.

Welcoming the agreement to lower tariff barriers across key sectors of trade, President Bill Clinton described the deal as "very important".

In an attempt to sustain international faith in Asia's battered economies, Mr Clinton described the current difficulties as "glitches" and said: "This is a time for confidence in the economies of Asia and in our relations with them."

But he stopped short of pledging additional US assistance, whether for South Korea or any of the South-east Asian countries that are in difficulty: Our commitment is limited but sufficient to send a signal."

Mr Clinton stressed that for South Korea, which has applied to the IMF for a \$20bn aid package, the task should be to "restore the natural growth potential". The IMF should be the "first line of defence", followed by attempts by national governments to pursue "responsible policies that inspire confidence in others".

There might, then, he said, be a need for "a sort of backup, stabilising support", but this would be nowhere near as large as what was required to bail out Mexico and it was "premature" to consider whether the US might contribute.

ON 11 11

Pick -

THE SERVICE

One e cristi

- I show

YE SOW

it save up

to 70% with

Worden s

SUPER TOWN

Mr Clinton is expected to hold bilateral discussions today with the Prime Minister of Japan, Ryutaro Hashimoto, as the annual Apec meeting gets under way with 18 leaders of Pacific Rim countries in attendance. A meeting that the United States had hoped would advance its global free trade agenda has turned into an exercise in crisis containment.

The accords signed over the weekend include a nine-point agreement on tariff reductions. covering a range of sectors from telecoms, toys and chemicals to environmental goods, fish and forest products. Ministers also endorsed the idea, mooted in Manila last week, of an Asian emergency fund. The fund would supplement financial rescue packages such as those the International Monetary Fund is providing for Korea.

. The two accords, contained in a declaration by Apec trade and foreign ministers, seemed designed to show that the grouping was intent on sticking to its original agenda - the pursuit of freer trade and closer co-operation - and resisting a retreat into protectionism. Given the general uncertainty prevailing at Vancouver, however, the declaration looked like a hastily arranged insurance policy, just in case nothing else could be achieved.

The United States is unhappy, however, about the idea of an Asian emergency fund and this may cause some friction with other Apec members. The US believes that such a fund could allow alling economies to muddle on without the reforms and fiscal discipline that the IMF would require.

### IN BRIEF

#### Airlines to link up

Singapore Airlines, one of the world's most profitable airlines, is today expected to announce a link-up with Lufthansa which could eventually lead to it joining the world-wide Star Alliance led by the German carrier and United Airlines. In anticipation of the move. Delta Air Lines and Swissair have terminated their eight-year old alliance with Singapore.

#### Creative use of directors

Every company should appoint a director of creativity as a recognition that this aspect of business is just as important as productivity, says Michael Pelers, one of the world's leading designers, in a report published today. The aim, he said, would be to ensure that accepted ways of doing things were

#### Car output to double

Car production in central and eastern Europe is set to double over the next five years, according to a report published today. Output will increase from 1.89 million last year to 3.1 million by 2001, fuelled by a surge in exports into westero Europe, the Economist Intelligence Unit predicts. The higgest growth will be in Poland.

#### 'Tackle the timebomb'

ICL, the computer services and IT group, yesterday said companies should be obliged to spell out in their annual reports how they were tackling the millennium timebomh after a survey of broking analysts showed widespread ignorance in the City about bow well business was prepared. Half those questioned had no idea bow many companies they followed had addressed the year 2000 problem.

#### Former ITT chief dies

Harold Geneen, the legendary former chairman and chief executive of ITT, the US telecommunications group, has died of a heart attack in New York aged 87. Mr Geneen became CEO of ITT in 1959 and built it into a conglomerate of more than 250 companies. He retired in 1977.

#### Card spending up 16%

October spending on credit and debit cards grew by only 16 per cent on the same month last year, according to figures compiled by the Credit Card Research Group. Spending grew at almost double this rate a year ago.

#### Liberty family backed

The Stewart-Liberty family and Bryan Myerson, who are attempting to oust the retailer's chairman, Denis Cassidy, have won the backing of two more shareholders who account for 3 per cent of Liberty shares. They are Manny Davidson, chairman of Asda Property Holdings, and Ampersand Trust, a US group. This gives the concert party acting against Mr Cassidy almost 47 per cent of the votes ahead of an emergency meeting next month.

### British Aerospace strikes deal with Boeing and eyes up Daimler takeover

partners in Airbus Industrie, will this week announce a manufacturing deal with Boeing of the US to make parts for its 737 jets. Meanwhile there is speculation that BAe is eyeing up a £2bn takeover of Daimler-Benz's Deutsche Aerospace to kickstart the restructuring of Europe's aerospace industry. Michael Harrison reports.

Boeing and BAe are about to conclude an agreement worth hundreds of millions of dollars that will see the UK group producing parts of the wing for the next generation of Boeing 737 aircraft. The work factory near Manchester, one of the sites BAe uses to manufacture wings for the Airbus programme.

Deals whereby rival aircraft manufacturers subcontract to one another are not

British Aerospace, one of the four sitivities, BAe has tended not to manu-

facture parts for Boeing's civilian aircraft. Boeing has run into production problems at its Seattle manufacturing plants, expected to cost it \$2.6bn in one-off charges, because of the sheer volume of orders it is receiving and needs surplus ca-

Competition in the airline market has rarely been more intense between Airbus and Boeing. Last week the European consortium beat Boeing to a \$1.5bn order for narrow-bodied jets from Sabena of Bel-

And the two manufacturers are in fierce competition to win customers with rival wide-bodied inng-range jets, the new Airbus A340-500 and 600 series and the Boeing 777-200/300X.

BAe expects to hear this week whether it has persoaded the Government to will be carried out at BAe's Chadderton change its mind and provide launch investment for the new A340 jet. BAe is seeking £120m in support. One option might be to allow BAe to defer repayment of ear-

Meanwhile there is speculation that

take over its military aerospace and defence husiness. A combination of the two would create a grouping with defence sales of \$12bo, 90,000 employees and an orders backlog of \$16bn.

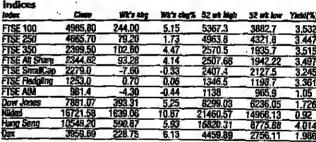
In a recent research note, Nick Cunningham, aerospace analyst at Salomon Brothers, said BAe could take a 49 per cent stake in Dasa initially and move later to majority control. He also speculated that parts of GEC Marconi, Matra and Saab could be brought into the group, creating a pan-European defence business with sales of \$20bn and an orders backlog of \$35bn.

Mr Cunningham assumed that the commercial aircraft business would be kept in Airbus when it converted to a single corporate entity in 1999 while Daimler would retain its MTU engines business and space division, neither of which BAe is interested in. This would leave the defence electronics and aircraft businesses which Salomons values at £1.82bn.

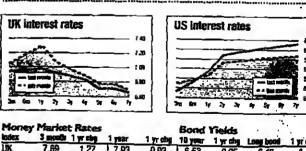
BAe and Dasa know each other well, being partners on both the Airbus programme and the Eurofighter. They also mounted a successful joint £390m bid reunknown but, because of European sen- BAe might strike a deal with Daimler to cently for Siemens Defence Electronics.

#### STOCK MARKETS





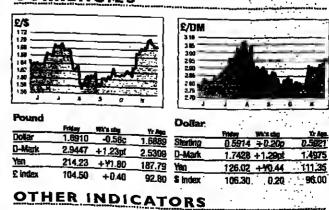
#### INTEREST RATES

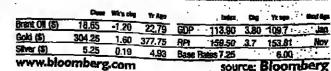


#### MAIN PRICE CHANGES



#### CURRENCIES





### No blame in Guinness report EMI looks at buying Waterstone's

The long-awaited official report published on Thursday, contrary to City rumours that it was to be delayed.

However, the report will prove a disappointment to affair as some are still working Waterstone's to help enhance stone's could spark an auction those expecting blame to be apportioned to the leading players caught up in the scandal. It is understood that the report pher Reeves, chief executive of seas operators move in. The from Barnes & Noble, the does not offer any criticisms of the main participants, opting instead for a detailed account of events surrounding Guinness' takeover of Distillers in 1986.

The Department of Trade and Industry inspectors are not expected to directly criticise the principal players, such as the former Guinness chief executive, Ernest Saunders, who was jailed for his part in the affair. But they may invite regulators to take action if necessary. No changes are recommended to takeover law, though many have already been made in the 11 years since the inspectors were appointed.

into the Guinness affair will be critical as the interim report, be merged to form Britain's in an international market. which was never published. largest bookseller under a deal However, it will be closely ob- being considered by EMI, ownserved by some of the City fig- er of the Dillons chain. ures caught up in the Guinness in the City. These include its position in the UK book for the group. Analysis value David Mayhew, a senior part- market, which is entering a ner at Cazenove, and Christo- period of consolidation as over-

Merrill Lynch in Europe. ness' brokers at the time and now contacted WH Smith for details joint brokers with Hoare Gov- on the chain but has yet to make ett, have been examining the re- an offer. If it succeeds, it would tember. port. Though there may be create Britain's largest bookobjections from one or two of the seller with an 18 per cent share. individuals dragged into the scandal, they are not expected to since EMI acquired the chain on in a competitive market.

porting to divulge" contents of book industry experts say that, the report ahead of its publi-

EMI is interested in buying

though the business has been - Nigel Cope proved, Dillons needs greater

The report is not nearly as Dillons and Waterstone's could scale if it is to make headway It is understood that EML

which operates Dillons through its HMV music chain, fears American interest in Waterthe chain at £300m to £350m. Overseas interest is expected media group, which reports its American book superstore re-Lawyers for Cazenove, Guin-half-year results tomorrow, has tailer, and Borders, the US group which paid an estimated £40m for Books etc in Sep-

If EMI misses out on Waterstone's, it may be rempted to Dillons has been improving sell Dillons rather than battle challenge the report's findings. for £36m from the receivers to Though it is thought EMI has The Treasury Solicitor sent the collapsed Pentos empire in no plans to sell. Dillons would letters to all newspapers on Fri- March 1995. It is now making now be worth more than day, preventing the publication undisclosed profits on sales £100m, three times what EMI of material divulging "or pur- last year of £139.4m. However, paid for it and would realise value for shareholders at a time when its music business is stabilised and the portfolio im- going through a tough time. - Nigel Cope

## 19/ECONOMICS

**DAVIES** ON WHY JAPAN NEEDS A HUGE FISCAL **PACKAGE** 

## Plague of overinvestment is restricted to Asia

The high-investment economies - Japan, the Asian tigers, even Germany - were only a few years ago deeply revered in the think-tanks of the west. Libraries were written about the lessons that could be learned from them, and about the short-

comings of the Anglo-Saxon system. But their startling recent collapse has prompted several serious economists to argue that they are gripped by a new

malaise known as overinvestment. This notion, the latest fad to sweep the husiness magazines of North America, holds that economies can drive themselves into recession, not by a slump in demand, but through an excessive huild-up of capital equipment which eventually ends in the misery of empty factories, uninhabited skyscrapers and weed-strewn fairways on deserted golf courses.

The overinvestment school asserts that an excess of potential supply can be just as likely to cause a recession as the more familiar shortage of demand, and that it can take much longer to eradicate. Some of the more pessimistic members of this school fear that what is now happening in Asia may soon spread to the United States, where business fixed investment has increased at double-digit rates for much of this decade. If the US should catch the overinvestment bug, then global deflation could indeed become a reality.

Conventional macro-economists have generally not troubled themselves with such possibilities, which is not too surprising in view of the fact that they have spent the past two decades trying to think of ways of increasing aggregate supply rather than worrying about an excess of productive capacity. In fact, The Economist last week dismissed concerns about overinvestment as nothing more than trendy clap-trap.

According to conventional thinking, it is impossible for an economy to experience too much supply. This is simply another way of saying too little demand and - since there is nothing easier than boosting demand through reducing interest rates or raising public sector deficits - a demand shortage can never turn into a real prob-

The adventures of ... WORLDCALL WOMAN

House!

This looks

Worldcall

Woman

like a job for

Tell that to the Japanese. Any explanation of the present travails of the Japanese economy would have a hard time ignoring the role of overinvestment in the bubble economy of the late 1980s.

Owing to ludicrously easy monetary policy at that time, the stock market reached unheard-of extremes of overvaluation and the cost of raising equity capital for companies fell almost to zero. Since Japanese companies had always been more interested in maximising market share than in increasing profits, the availability of virtually free equity capital was a temptation too great to ignore. As the graph shows, the share of investment in GDP rose substantially relative to its longterm trend for several successive years. The rate of return on equity capital fell dramatically as increasingly marginal projects were blindly pursued. Yet for quite a while the equity market, even more blindly, rocketed skywards.

This alone may not have been too much of a problem. But the banking sector was increasingly accepting equities as collateral when making loans, or directly ac-

quiring shares as part of its capital base. Companies raised capital by issuing lowinterest debt, spiced up with equity warrants. Life insurance companies offered their customers guarantees of future income which relied on implausible assumptions about high total returns extrapolated into the indefinite future. By these and other means, the health of the financial sector became dependent on the assumption that the overvalued equity market would continue to defy gravity, and that in turn ultimately depended on the profitability of projects undertaken dur-

ing the era of overinvestment. Perhaps all that would have been enough to have spelled disaster. But the real coup de grâce was delivered by the chronic overvaluation of the yen, which in the 1990s emphatically ended the Japanese export miracle and priced out of world markets exactly those new factories which had been erected during the investment bubble.

Japan therefore managed to do the following in short order - first, overinvest in capital equipment; second, make the on the profitability of this overinvestment; and third, price the new capital equipment out of the market by overvaluing the cur-

The result of this underutilised and overpriced capacity was recession and deflation at home, followed by a collapse of the banking sector which made all the above problems worse. And the fourth key mistake was to refuse to embark on a massive and continuous programme of fiscal expansion to ensure that domestic demand recovered rapidly, and to inject sufficient public money to shore up failing banks.

The excuse for this final calamity was, and still is, that the future ageing of the Japanese population would one day lead to an unsustainable rise in public sector debt unless the budget deficit was rapidly hrought under control. True enough but, as the American government has tirelessly pointed out, the problem of excess public debt can be solved over the long term, while the problem of recession and a failing banking sector is very much in the here and now. Last year, the IMF calculated

health of the financial sector dependent that Japan needed to tighten fiscal policy by 4 per cent of GDP in order to stahilise its public debt ratio.

But it also calculated that, if this tightening were delayed by two years, the required action would rise to only 4.2 per cent of GDP. In other words, a delay of a fcw years would make no significant difference to the long-term build-up of debt.

The Hashimoto government rejected this analysis and pressed ahead with a fiscal tightening of 2.5 per cent of GDP last April. The economy duly collapsed, and hence we arrive at the problems of last weekend. Maybe the penny has finally dropped with the collapse of Yamaichi Securities, but even now this must be rather doubtful. The political impediments to decisive fiscal expansion in Japan are still very severe, and a further dose of piecemeal reform seems much more likely than the introduction of the huge fiscal package which is now so urgently needed. Without this package, Japan will limp forward for many more years.

But, on the hrighter side, there is no need to fear that overinvestment is becoming a problem for the world as a whole. True, the Asian economies (ex Japan) have recently been investing about 33 per cent of their GDP, part of which has almost certainly been wasted in sectors which will not produce high returns. This could cause Japan-like problems for the Asian tigers, despite the fact that the recent massive devaluations of emerging Asian currencies suggest that at least some of Japan's mistakes will not be repeated.

More important for the rest of us, the overinvestment malaise has not spread to the US, the EU, or the OECD countries taken as a whole. For the entire developed world, investment has been falling as a share of GDP for more than 25 years, and there has been absolutely no sign of an investment bubble in recent years, even in the US. In fact, underinvestment seems to be more of a problem than the reverse, especially in Europe.

Overinvestment is exclusively an Asian problem, and to suggest that it will lead to global deflation is to get Asia out of scale in the world order.

Opportunities

No Franchise fees! Business opportunity with

demonstrable earnings of £750 per week from the first week's trading

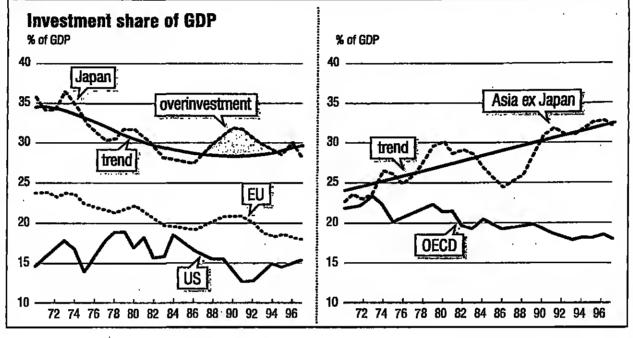
all ever the country and if we have availability in your area year would work within a 60 mile's radius from your house. We give you full free training, including working along side a person who carning his living this way, before either of us communicately.

This will demonstrate to you the perential earnings. You may have any type of working background but you must have a good attendance record. You must be able to commit yourself full

me to this landwest, and have a working capital is at least 1.000

If you enjoy driving around the countryside and meeting people from all walks of life then phone (01302) 761703 to hear two minutes of recorded details at normal rates.

This will explain our product to you.



TEL: 0171 293 2222

One cloudy day...

### BUSINESS TO BUSINESS

FAX: 0171 293 2505

**International Phone Calls** 

International Phone Calls

Wow!

What's

that?

Services LIMITED COMPANIES

\*\*\*\*\*OWN NAME or READY MADE\*\*\*\*\* ONLY £39 (COMPLETE)

Domain Name Registration Service. Trade Mark Registration Service. Same Day Incorporations

FREEPHONE 0800 298 4333

FREE LTD COMPANY

We are specialists in providing full company services. Nominee Company Secreta and Registered Office, VAT registration, Bank account available on

Ongoing accounting and tax services...plus much more

0500 30 30 65

Opportunities

Enjoy 16.25% Return on your investment.

Buy houses to let opportunities. From single units to large portfolios. e.g. 2 bed remaced £13,00, rental income \$3,900

per annum. Private and company investors welcome. Call for free information pack

Telephone: Andrew Louis (Sefton) 0151 922 9888

and expert advice.

JOIN US NOW Retire In 3 Years

A Fortune to be made on the INTERNET

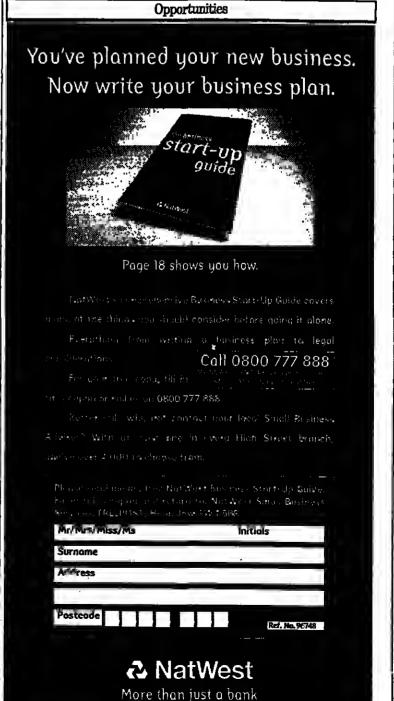
For detailed information call 0181 236 4384 24hrs. Dial and Liston. Normal BT rates.

MILLIONAIRE MINDED? Potential six

figure income. Call 0181 236 4817 and iust listen. (Not MLM or franchisin

NOTICE **FO READERS** 

Whilst we take reasonable precautions with all advertisements, renders an arrangly advised to take professional advise before nal advice before paying a deposit or entering ato any financial commitmen



National Westminster Bank Pic, 41 Lothbury, London EC2P 2BP.



# Seeds are planted for Britain's forests of the future

This year's National Tree Week, to be launched on Wednesday, will celebrate Britain's 'landmark trees' and see the planting of a million new trees. Although this may sound like a good idea, Matthew Brace hears from environmentalists who think it could be a dangerous policy.

Nearly half of the nation's trees have been hacked down since the war to make way for housing or farming.

Britain's remaining woodlands, some of the finest in Europe, are neglected and radical replanting is needed to re-stock them, according to the Tree Council. Thus this week's forthcoming relebrations of "landmark trees" - significant either botanically, historically or for purely personal reasons.

Various events are planned for celebrations around the country including tree dressing, an ancient folklore art of decorating trees. The council also hopes a million new trees will be planted during the week the landmark trees of the future.

There are many generations of landmark trees all around us," said the Tree Council's director Robert Osborne. \*They are an extremely important part of our natural landscape, adding history as well as beauty to the countryside.

"Our aim is to get people to gather seeds from a tree that is significant in their lives, to sow them, grow the seedlings and theo to plant a oew tree."

However, tree-planting is not always considered the best way of promoting new growth. In the far oorth of Scotland there was uproar over plans to reforest land with Christmas trees once the poteotial damage to wildlife was realised.

Elsewhere new strands of trees are not always welcome because of the possible harm to soil qualities or views.

rector of Friends of the Earth, while lauding the restocking of woodlands, urged cautioo.

"The Tree Council is doing a worthy little job here but important thing to remember is that simply planting a tree is not enough," he said. "You need to know that you are planting the One popular tree, the Leyland right tree in the right place and in the right soil, otherwise it take over your gardeo ... might damage the environment

and the tree might not survive." Mr Osboroe said the fundamental message from the Tree Council was "appropriate a puppy for Christmas.

and sensitive planting". "Obviously forestiog uplands that are important to wildlife is wholly inappropriate are not looked after and but with current changes in forestry practice we should not in future see this totally indiscriminate planting. If you follow the 'right tree-right place' policy 1 believe there is an eoor-

**ACROSS** 

1 Actually realises a flag is wrong (2,5,2,4)
10 Hold down dog that's going for duck (7)
11 Fellow lied about one's

12 See, it's part of Rameses,

pyramid (4) 13 Turn faint getting out of

14 Ecstatic greeting is expressed (4)

vehicle (5)

love for classical opera (7)



THE INDEPENDENT CROSSWORD

29 Party leader's plan to finish (4, 3)
30 Refuse contract (7)

31 Do they give one a stony-eyed look? (6.7)

DOWN Gritstone used for children's play area (7) Continuously absent (4)

Cheek worker behaving like a gentleman (7) Insult a person's appearance within earshot (7) Female illness mother is

to appear suave (13)

Get very angry when match's over (2,5)

ian wine (5)

Quiet concerning one held

in a part of the country (5) Nothing inside except Ital-

Regular visitor across the

Channel (7) Song cycle's a quarter of lengths finally (7)

mineral delivered (7) Short time hefore, scholar

dug up ancient kingdom

23 Ring number in file to get

28 Notes exist related to Greek character (4)

free of (4) Substitute gallon for what's inside (7) Patieots express themserves better after such treatment (6,7)
I aped Scottish eccentric

mous amount of scope for planting lots of trees to relace some of those we have lost

since the Secood World War. "You don't want to plaot a forest in a suhurban garden. cypress, grows so quickly it will

Mr Osborne said another problem with tree planting is that some people view new trees in the same way they may

"Planting a tree is just the first step. We fear a lot of trees planted with great enthusiasm watered and an awful lot of money is wasted and the tree

will not survive," he said.

For more information about Esso National Tree Week call 0345 078139.

18 Hard bearing Rex when

he's in depressions (7)
19 Monopolise Henry who

frames painting for artist

Right about volume of hlended oil on ooe's pasta

(7)
Start off quick to have a chance (4)
Some or less active (5)
Look to go back round German city (4)

#### FIVE LANDMARK TREES

The Tolpuddle Sycamore: In Tolpuddle, Dorset, the six Martyrs (farm labourers who were being exploited by their

employers) met in 1834 to establish Britain's first trade union. The Much Marcle Yew: In a churchyard of this Hereford and Worcester village sits a yew tree said to be one of the oldest yews in Britain. It has a circumference of 32.5ft and

could date back 1,000 years. The Douglas Fir: At Hermitage in Tayside, Scotland, stands

Britain's tallest tree, standing 211 ft. Brighton Elms: More than 7,000 elms still stand in Brighton. Because of the town's proximity to the channel ports where the disease entered the country, its devastating effects were seen early enough to implement a protection programme.

Herne's Oak at Windsor Great Park: It is impossible to know for certain if Herne the Hunter's "blasted oak", where Falstaff was shamed and around which the nymphs and spirits danced in Shakespeare's The Merry Wives of Windsor, still stands here today but there are several gargantuan contenders

# Green Flag



**Motoring Assistance** 

TO THE STANDING BUT YOU ... WAS IF WE'RE FASTER

AND CHEAPER THAN

THE AA OR RAC

WHY JOIN THEM?

CHOUSE PRUN 5 LEVELS OF COVER

How's this for speed? On average, Green Flag reach you in just 35 minutes: In fact we're so confident of our service that if we don't reach you within the hour, you can claim £10 back.

How's this for cost? Cover starts from only £29.50<sup>†</sup> per annum.

That's faster and cheaper than the AA and RAC. They can't beat us. So join us.

POST TODAY - NO STAMP NEEDED GREEN FLAG. Freepost, Loeds. West Yorkshire LS99 AGF Please send me lurther information about GREEN FLAG.

http://www.greenflag.co.uk

17 Expert marksman? (7) ©Published by Newspaper Publishing PLC, I Canada Square, Canary Wharf, London E14 5DL.

Back issues available from His

Monday 24 Newspaper 1991

Registered as 2 newspaper with the Post Office.

Why go to Zurich? To be just a stane's throw away rom Eastern Europe, foi one. Our hub, and our imetable, are known for Snappy swissair 🛨

Excusive: WO

Unsecret age